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OF THE

COMMONWEALTH OF KENTUCKY

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Regular Session, 1948

WEDNESDAY, MARCH 3, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend Paul S. Stauffer, pastor of the First Christian Church, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Paul Carter	Henry C. Hale
Jason Alford	Earl W. Christian	N. M. Hamilton
Roy W. Arnold	George I. Cline	James P. Hanratty
Earl F. Ashcraft	W. K. Coleman	Dennis Henderson
Sidney Baer	Robert Collins	Carson Hibbitts
Levi Baker	Everett T. Cooper	E. R. Hilton
Bernhardt Bauer	Perry M. Cross	C. J. Holsclaw
C. E. Baumgardner	Horace T. Cull	Richard R. Houpt
Fred Beshear	B. G. Davidson	Clyde S. Howard
Isaac M. Blevins	Owen Deering	D. W. Howard
Chas. J. Bronston	G. I. Drury	M. G. Howard
Mrs. Mary Burnett	Kermit Dwyer	R. N. Hubbard
Chas. W. Burnley	Henry J. Giles	Ira W. Hulette
A. H. Calvert	Otto W. Goff	Laban P. Jackson

Kerby Jennings
Paul S. Jonas
J. Ernest Jones
L. H. Jones
Ercel Kozee
Harry K. Lowman
W. E. McClure
Ed Marcum
F. G. Marquette
E. H. Martin
C. D. Moberly
Davis Moore
Walter Moorman
Fred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
H. S. Overby
H. C. Patterson
H. M. Pewitt
J. H. Polsgrove
L. W. Preston
E. F. Prichard
Hobart Rayburn
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
Glenn Rushing
Mrs. Rutherford
Dr. K. N. Sayler
D. B. Saylor
LeRoy Saylor
James J. Shannon
Paul E. Shannon
James S. Shaw
Jesse H. Shelton
Harry Smith
John M. Spaulding
Chas. L. Spillman
G. W. Steinford
John M. Stumbo
Albert Thomason
G. C. Thornton
W. R. Tipton
Wilford S. Travis
J. B. Veech
W. J. Ward
John C. Watts
Lawrence Watts
Morris Weintraub
Lynn Boyd Wells
Rodney Whitlow
G. F. Williamson
Charles W. Wirsch
Mr. Speaker

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Tuesday, March 2, 1948, be dispensed with and the same be approved.

Said motion was agreed to.

Mr. Steinford moved that the privilege of the floor be extended to Mr. and Mrs. V. Straub.

Said motion was agreed to.

Mr. Kozee moved that the privilege of the floor be extended to Mr. James F. Robinson.

Said motion was agreed to.

Mr. Mullins moved that the privilege of the floor be extended to Mr. Marvin Cornett.

Said motion was agreed to.

Mr. Spillman moved that the privilege of the floor be extended to Miss Pauline Hays and Mr. George Hayes, Jr.

Said motion was agreed to.

Mr. Weintraub sent to the Clerk's desk the following communication, viz.:

Whereas, the State Highway Department upon the recommendation of and in co-operation with the Fiscal Court of Campbell County, has for several years past been engaged in the work of reconstructing, resurfacing and maintaining certain rural roads and highways in Campbell County, and

Whereas, under a bill recently passed by the State of of Kentucky, the State gasoline tax has been increased 2 cents per gallon, the additional income from this increased tax to be used for the reconstruction and maintenance of county rural roads and highways only, and

Whereas, the Chamber of Commerce of Campbell County is vitally interested in the well rounded development of the entire county, from all points of view, and realizes that a well planned, integrated highway system reaching all parts of the county, and joining it with other parts of the State is essential to this development,

Therefore, *Be it Resolved:*—That the Chamber of Commerce of Campbell County representing the citizenry of the county, makes the following recommendations as set forth below to the State Highway Department for its consideration in setting up and following through on a well planned rural road and highway program with the understanding that none of these projects as outlined carry precedence over any other as to immediacy, each, in our opinion being part and parcel of any plan which has as its ultimate object the covering of Campbell County with a net work of roads and highways which shall adequately serve the county from an industrial, educational, commercial and transportation point of view:

A. The early completion of highway 27, as an arterial highway joining the rural and tributary roads and highways crossing it.

B. The completion of the Mary Inglis Highway as soon as practical.

C. The construction of an extension of Licking Pike from where it now connects with old Route 27 about 2 miles North of Claryville, to a point approximately 1 mile North of Grants Lick, there to connect with new U. S. 27.

D. The resurveying, widening and reconstruction of Licking Pike, since it is the only Highway serving the entire wester section of the county, so that it would thereafter serve as a connecting traffic artery between its southern terminus in New Highway 27 and routes 16, 17, 25 and 27 on the North by such Newport and Covington Streets and Licking River bridge or bridges as may most appropriately and constructively serve such north and south traffic, at the same time acting as an arterial highway for serving all the rural roads of the western section of the county.

E. The construction of the new arterial highway from Newport to Ft. Thomas, in view of the inadequacy of Waterworks Road as a bus line.

F. The development, reconstruction and maintenance, including widening and removal of curves as rapidly as possible of the following intermediate county roads which serve the strictly rural areas and could give quick and easy access to or from such areas for school, educational and commercial purposes:

Four Mile road from Silver Grove to Alexandria.

Ten Mile road from Silver Grove to a point on Route 10 about 2 miles North East of Alexandria.

Winters Lane from Brent to Cold Spring.

Ripple Creek Road from Licking Pike to Cold Spring.

John's Hill Road from Licking Pike to U. S. 27.

State Road 10 from Alexandria to California Cross Roads on the Pendleton County line.

A modern cross road connecting Route 10 at a point near Beech Grove, with the Mary Inglis Highway at either Mentor or California.

Pleasant Ridge Road.

Persimmon Grove Pike from State Highway No. 10 at Alexandria to Persimmon Grove.

Gubser Mill Road from Persimmon Grove to State Road No. 10.

Burns Road from Persimmon Grove to U. S. Highway No. 27.

Be it Further Resolved: That copies of this resolution be sent to Governor Clements; to Hon. Garrett Withers, State Commissioner of Highways; members of the Campbell County Fiscal Court; Newport City Commissioners; the City Councils of Bellevue, Dayton, Ft. Thomas, Southgate, Woodlawn, Wilders, Highland Heights, Cold Spring, California and Alexandria; to State Senator Stapleton; State Representatives Wirsch and Weintraub; Sam Porter, County Agent; to the Campbell County Farm Bureau; to Mary Inglis Highway Assn.; and various other County organizations and influential citizens and to the Public Press, to the end that the Highway Department receive the cooperation and constructive help of all citizens living along or affected by the roads and highways mentioned herein; that the Fiscal Court cooperate with the highway department in securing necessary rights of way, and in promoting this county wide integrated road program; and that the stores, business houses, industries, farmers and the general citizenry of the county be acquainted with the intent of this resolution and the thought back of its promotion on the part of the Chamber of Commerce, so that they may keep themselves informed of the expenditures of tax money in their areas in return for the money taken therefrom.

Respectfully submitted,

(Sd.) W. J. PFIRMAN,
President.

Attest: Lenora Bacon.

Mr. Weintraub moved that said communication be spread at length upon the Journal.

Said motion was agreed to.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills which originated in that body of the following titles, viz.:

S. B. No. 118. An Act abolishing the position of deputy constable, except in counties containing cities of the first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 70.320 of the Kentucky Revised Statutes is amended to read as follows:

(1) The appointment of deputy constables shall be authorized only in counties containing cities of the first class. In such counties each constable may appoint one or more deputies by and with the consent of the county judge. The constable and his surety shall be liable on his bond for all the acts and omissions of his deputies. Deputy constables must be residents of the same district as the constable by whom they are appointed.

(2) Deputy constables may be removed at any time, for any cause deemed sufficient by the constable, by order of the county court, entered after the filing of a written direction by the constable.

(3) Each deputy constable appointed pursuant to this section shall be exclusively compensated for performance of the duties of his office by a salary of $2,100 per annum, to be pain in equal monthly installments out of the county treasury.

§ 2. This Act shall take effect on January 1, 1950.

S. B. No. 135. An Act making provisions for the certification of clinical psychologists, through a State Board of Examiners of Psychologists.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

SECTION 1. DEFINITION OF THE PRACTICE OF CLINICAL PSYCHOLOGY.

The practice of clinical psychology is defined as follows: A person practices clinical psychology within the meaning of this Act who (a) renders to individual clients for fees or personal profit, any professional service requiring the application of recognized principles, methods, and procedures of the science and profession of clinical psychology, such as the administration and interpretation of standardized tests of mental abilities and personality characteristics, for the purpose of psychological diagnosis, classification or evaluation; or (b) for fees or personal profit, applies such psychological techniques for purposes of reeducation, guidance or readjustment. Nothing in this definition shall be construed as permitting the administration or prescribing of drugs or in any way infringing upon the practice of medicine as defined in the laws of this state.

SECTION 2. BOARD OF EXAMINERS.

On or before July 1, 1948, the Governor shall appoint from a list of ten submitted to him by the Kentucky Psychological Association five psychologists holding the degree of Doctor of Philosophy or its equivalent in psychology from an accredited educational institution and eligible for licensing under the provisions of this Act to be members of the board of examiners of psychologists, one to hold office for one year, one for two years, one for three years, one for four years, and one for five years from said July first. Annually thereafter he shall appoint from a list of three names submitted to him by the Kentucky Psychological Association for a term of five years, and until his successor is appointed and qualified, a psychologist, certified according to the provisions of this Act, to replace the member whose term expires. Each member, including the members first appointed, shall be an elector of this state and shall have engaged in the practice or teaching of clinical psychology for at least three years

in this state or elsewhere in the United States. Annually the board shall elect one of its members as chairman. The Governor shall fill any vacancy occurring in the board with a certified clinical psychologist from a list of three submitted by the Kentucky Psychological Association for the unexpired portion of the term. Upon recommendation by a majority of the board members, and after notice and a hearing by them, the Governor shall remove any member for incompetence, neglect of duty or malfeasance in office. Three members of the board shall be a quorum. Each member shall receive his necessary expenses incurred in the performance of the duties required by this Act. The board may employ necessary personnel for the performance of its functions, determine the classifications and functions of such personnel, and fix the compensation thereof, within the limits of funds available to the board.

SECTION 3. REPORT; OFFICE; REGULATIONS.

On June 30 of each year the board shall submit to the Governor a written report. Such report shall include the names of all psychologists to whom certificates have been granted as provided in sections 5 and 6 of this Act, any cases heard and decisions rendered in relation to the doings of said board of examiners, and the recommendations of the Board as to future policies. Each member of the board shall review and sign such report before its submission to the Governor. The principal office of the board shall be in Frankfort, but it may meet or conduct any of its business at any place in this state. The board may empower any member to conduct any proceeding, hearing, or investigation necessary to its purposes.

SECTION 4. RATING OF EDUCATIONAL INSTITUTIONS.

For the purpose of determining the qualifications of applicants for certificates under sections 5 and 6 of this Act, the board of examiners shall rate as to acceptability, educational institutions which grant the degree of Doctor of Philosophy or its equivalent in psychology, or the board may accept the ratings issued by accrediting bodies approved by it.

SECTION 5. CERTIFICATION.

Before granting a certificate as Certified Clinical Psychologist, the board may require any applicant therefor to pass a written examination in phychology to be given at such time and place and under such supervision as the board prescribes. Such applicant shall pay a fee of twenty-five dollars and shall satisfy the board that he (a) is at least twenty-one years of age; (b) is of good moral character; (c) is a citizen of the United States or has legally declared his intention of becoming one; (d) has received a degree of Doctor of Philosophy or its equivalent in psychology from an educational institution rated as acceptable as provided in section 4; (e) has had at least one year's experience of a type satisfactory to the board in the practice of clinical psychology; and (f) has not within the preceding six months failed any examination given by the board. The board shall grade the examinations returned by the candidates and shall keep them for at least one year. Any unsuccessful candidate may, upon written request to the board, see his graded paper.

SECTION 6. CERTIFICATION UNDER SPECIAL CONDITIONS.

The board may waive either an examination or the requirements of subsection (d) of section 5 if it deems such action to be in the public interest with respect to any person who applies within two years from July 1, 1948, who meets the requirements of subsections (a), (b), and (c) of section 5, who is qualified by experience to practice clinical psychology and who has received a Master's Degree or its equivalent in psychology from any educational institution rated as acceptable as provided in section 4 and has been engaged in such practice at least three years at the time of the effective date of this Act. The board may grant a certificate without examination to any person who at the time of application is licensed or certified by a similar board of another state whose standards, in the opinion of the board, are not lower than those required by this Act. A fee of twenty-five dollars shall be paid for each certificate issued under this section.

SECTION 7. RENEWAL FEES.

By June 1 of each year, every certificate holder shall pay to the board of examiners a renewal fee of three dollars, and shall receive a renewal certificate. Any certificate shall be canceled if the holder fails to secure the renewal certificate within three months after the renewal date, but any certificate so canceled may be restored by the board upon payment of a fee of ten dollars within one year after cancellation.

SECTION 8. SUSPENSION OR REVOCATION OF CERTIFICATE.

The board may suspend any such certificate for a definite period not to exceed one year, or may revoke the same, or may refuse to issue or renew a certificate, if the person has been convicted of a felony, has been found by the board to have employed fraud or deceit in obtaining the certificate, is guilty of habitual drunkenness or habitual addiction to the use of habit forming drugs, or has acted negligently or wrongfully in the conduct of his profession. After three years from the date of a revocation, an application for reinstatement may be made to the board, and it may, upon favorable action by the majority of its members, grant such reinstatement.

SECTION 9. HEARING ON REFUSAL, REVOCATION, SUSPENSION OF LICENSE.

(1) The board may not suspend or revoke or refuse to issue or to renew any certificate for any cause listed in section 8, unless the person accused has been given at least twenty days' notice in writing of the charge against him and a public hearing by the board. The written notice shall be mailed to the person's last known address, but the non-appearance of the person shall not prevent such a hearing.

(2) Upon such a hearing the board may administer oath and procure by its subpoenas the attendance of witnesses and the production of revelant books and papers.

SECTION 10. APPEAL FROM THE BOARD'S RULING ON CERTIFICATES.

Any person whose certificate has been revoked or suspended by the board may appeal to the Franklin Circuit

Court for a trial de novo by filing with the clerk a certified copy of the charge heard by the board and his petition requesting a trial. The board shall make a certified copies of any charges upon demand of the applicant. When the copy of the charge is lodged with the clerk of the Franklin Circuit Court and the required deposit of court cost is paid within ten days after the board's findings, the appeal shall be considered perfected and shall be docketed and stand for trial. No such appeal shall operate as a supersedeas to such revocation or suspension.

SECTION 11. PRIVILEGED COMMUNICATIONS.

For the purpose of this chapter, the confidential relations and communications between certified clinical phychologist and client are placed upon the same basis as those provided by law between attorney and client, and nothing in this chapter shall be construed to require such privileged communication to be disclosed.

SECTION 12. USE OF TITLE.

No person shall use the title "Certified Clinical Psychologist" in this state without a certificate granted by said board of examiners and signed by each member thereof. No person not certified as provided in this Act shall designate himself or his occupation by the words "certified clinical psychologist," or by any other term which implies that he is a clinical phychologist, nor shall any such person engage in any practice, for remuneration, that would convey to any person or persons the idea that he is a clinical psychologist and licensed to operate as such.

SECTION 13. PENALTIES.

Any person who violates any of the provisions of section 12 of this Act shall be fined not less than $100.00 nor more than $500.00.

SECTION 14. REVOLVING FUND TO BE ESTABLISHED.

All fees received by the board of examiners under this Act shall be placed in the State Treasury to the credit of a revolving fund for the use of the board in carrying out its functions.

S. B. No. 147. An Act relating to safety glass in motor vehicles.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 189.120 of the Kentucky Revised Statutes is amended to read as follows:

(1) On and after January 1, 1949, no person shall sell any new motor vehicle in this state nor shall any new motor vehicle be registered in this state unless the vehicle is quipped with safety glass whenever glass is used in the windshield, doors or windows.

(2) As used in this section, "safety glass" means any product composed of glass, so manufactured, fabricated, or treated as substantially to prevent shattering and flying of glass when struck or broken, or such other similar product as may be approved by the Department of Revenue.

(3) The Department of Revenue shall compile and publish a list of types of glass by name approved by the department as meeting the requirements of this section, and shall cause a copy of the list to be furnished to each county court clerk. No motor vehicle which is subject to the provisions of this section shall be registered unless it is equipped with an approved type of safety glass as required by this section, and the Department of Revenue may prescribe and enforce such rgulations as are necessary to effectuate this section. If the rules of the Interstate Commerce Commission differ the Common Carriers may elect to apply the rules of the Interstate Commerce Commission.

§ 2. Any person who violates any of the provisions of KRS 189.120 shall be fined not less than ten dollars nor more than one hundred dollars for each offense.

§ 3. This Act shall take effect on January 1, 1949.

S. B. No. 191. An Act relating to the budget and financial administration law of the Commonwealth, amending

KRS 45.160, 45.190, 45.200, and repealing Section 45.130 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 45.160 of the Kentucky Revised Statutes is amended to read as follows:

Except as deviations therefrom are made necessary by changes in conditions of operations, to meet unforseen contingencies, to correct errors, or to avoid cash deficits, the heads of the budget units, the Department of Finance and the Governor, in allotting appropriations for expenditure, shall be governed by the work plans formulated by the heads of the budget units as shown in the detailed budget estimates as enacted by the General Assembly, and the heads of the budget units shall hold to the work plans and detailed expenditure estimates as authorized and approved on advices of allotments. The Commissioner of Finance shall make quarterly allotments of appropriations, except in the case of appropriations for the purpose of capital outlay for buildings, roads and bridges, and for printing, as provided in KRS 45.200. In making the allotments the expenditures to be authorized shall be classified according to purpose and type, and the funds allotted for each purpose or type of expenditure shall be used for no other purpose, except that the head of any budget unit, with the approval of the Commissioner of Finance, may transfer allotted funds from one purpose or type of expenditure to another, within the budget unit. In no case shall obligations be incurred or expenditures made in excess of the total amounts allotted. The decision of the Commissioner of Finance as to the amount of any allotment for any fiscal quarter or as to the purposes for which money allotted may be expended, shall be final and conclusive.

§ 2. Section 45.190 of the Kentucky Revised Statutes is amended to read as follows:

(1) Every advice of employment, copy of purchase order or contract, requisition for reservation of funds, or letter of

travel authorization for travel outside of Kentucky shall, immediately upon its receipt in the office of the Department of Finance, be stamped with the date of its receipt and be examined by the Department of Finance within the next business day after being so received. A copy of each of such documents shall be maintained on file in the office of the Department of Finance. The Department of Finance shall ascertain whether or not the proposed expenditures are authorized by the appropriations and allotments to which it is proposed to charge them, and that the amounts involved do not exceed the unencumbered balances of such allotments. If any proposed expenditure cannot be approved by the Department of Finance under the provisions of this chapter, the department shall promptly notify the head of the budget unit concerned that the proposed expenditure is disallowed. The Commissioner of Finance shall cause to be stamped on, or attached to, each approved commitment voucher, a certificate by himself or his authorized agent as follows:

"I certify that this voucher has been examined, that the proposed expenditure is authorized by appropriation and allotment and does not exceed the unencumbered balance of the allotment to which it is properly chargeable, and that the total estimated cost has been entered as a charge against (here insert the designation of the proper allotment)."

(2) No head of a budget unit or assistant designated by him shall approve any advice of employment, purchase, order, contract, requisition for reservation of funds or letter of travel authorization for travel outside of Kentucky that will involve an expenditure of any sum in excess of the unencumbered balance of the allotment to which the resulting expenditure will be chargeable.

(3) Except as expressly authorized in this chapter, no person shall incur, or order or vote to incur, any obligation against the state in excess of, or any expenditure not authorized by, appropriation, allotment and approval of a commitment voucher as provided in this chapter. Any such obligation so incurred shall not be binding against the state, and shall be void and incapable of ratification by any administrative authority of the state.

(4) Each department or budget unit shall maintain a current inventory of all supplies and equipment in the State Treasurer for the amount equipment shall be available for examination by the Department of Finance at all times. A copy of the inventory of each department or budget unit shall be filed with the Department of Finance as of June 30 of each year.

§ 3. 45.200 of the Kentucky Revised Statutes is amended to read as follows:

The Department of Finance may grant special authority for any budget unit, during any fiscal year, to enter into contracts for capital outlay or for state printing, in anticipation of appropriations already made for the ensuing fiscal year or biennium. Contracts made before the close of a fiscal year under such authority shall be treated as deferred charges to the next fiscal year or biennium.

§ 4. That section 45.130 of the Kentucky Revised Statutes be and the same is hereby repealed.

S. B. No. 193. An Act relating to condemnation of property, including the right of ingress and egress to and from such property, for oil or gas pipe lines and facilities related thereto.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

SECTION 1. Any corporation or partnership organized for the purpose of, and any individual engaged in or proposing to engage in, constructing, maintaining or operating oil or gas wells or pipe lines for transporting or delivering oil or gas in public service may, if it is unable to contract or agree with the owner after a good faith effort to do so, condemn the lands and material or the use and occupation of the lands that are necessary for constructing, maintaining and operating its pipe lines and all necessary machinery, pumping stations, appliances and fixtures, including tanks and telephone and telegraph lines, for use in connection there-

with, and the necessary rights of ingress and egress to construct, examine, alter, repair, maintain, operate or remove such pipe lines. The proceedings for condemnation shall be as provided in this Act.

SECTION 2. A corporation, partnership or individual seeking to condemn lands and material or the use and occupation of lands, under the provisions of Section 1 of this Act, may file a verified petition in the office of the county court clerk of the county in which all or the greater portion of the land and material is located. The petition shall state that it is filed under the provisions of this Act and shall contain, in substance,

(1) Allegations sufficient to show that petitioner is entitled, under the provisions of section 1 of this Act, to condemn the lands and material or the use and occupation of the lands in question;

(2) A particular description of the land, the use and occupation thereof and the material sought to be condemned; and

(3) An application to the county court to appoint commissioners to award the amount of compensation the owner thereof is entitled to receive therefor.

SECTION 3. The County court shall appoint as commissioners three impartial housekeepers of the county who are owners of land. They shall be sworn to faithfully and impartially discharge their duties under this section. The Commissioners shall view the land and material and award to the owner or owners the value of the use and occupation of the land and material sought to be taken, which shall be stated separately. They shall also award any incidental damages resulting to the adjacent lands of the owner or owners considering the purpose for which it is taken, but shall deduct from the incidental damages the value, if any, of the advantages and benefits that will accrue to the adjacent lands from the construction and prudent operation of the pipe line proposed to be constructed. They shall return a written report to the office of the county clerk, stating their award, and shall describe in their report the land and the use and occupation thereof and material condemned, giving the name of

each owner and stating whether he is a non-resident of the state or under any disability.

SECTION 4. Upon the application of the petitioner, and the filing of any necessary affidavits, the clerk of the court shall issue process against the owner to show cause why the petitioner does not have the right to condemn the lands, or the use and occupation thereof, and material sought to be condemned. The summons shall contain a statement of the amount of the award. The clerk shall make such orders as to non-residents and persons under disability as are required by the Civil Code in actions against them in the circuit court.

SECTION 5. Any answer or other pleading filed by the owner or owners in response to the summons shall be filed on or before the first day of the first regular term of the county court after the owner or owners have been summoned the time prescribed by the Civil Code, and shall be confined solely to the question of the right of the petitioner to condemn the property sought to be condemned, but without prejudice to the owner's right to appeal from the amount of the compensation awarded in the manner provided in subsection (1) of section seven of this Act.

SECTION 6. (1) At the first regular term of the county court after the owner has been summoned the length of time prescribed by the Civil Code before an answer is required, the court shall examine the report of the commissioners to determine whether it conforms to the provisions of section 3 of this Act. If the report of the commissioners is not in the proper form the court shall require the commissioners to make such corrections as are necessary.

(2) If no answer or other pleading is filed by the owner or owners putting in issue the right of the petitioner to condemn the lands or the use and occupation thereof and the material sought to be condemned, the court shall enter a judgment which shall contain, in substance:

(a) A finding that the petitioner has the right, under the provisions of section 1 of this Act, to condemn the lands or the use and occupation thereof and material;

(b) A finding that the report of the commissioners conforms to the provisions of section 3 of this Act;

(c) An authorization to take possession of the lands and materials for the purposes and under the conditions and limitations, if any, set forth in the petition, upon the payment of all costs and the payment to the owner, or to the clerk of the court if the owner refuses to accept it, the amount of the compensation awarded by the commissioners;

(d) Proper provision for the conveyance of the title to the land and materal, to the extent condemned, as adjudged therein, in the event no appeal is taken as provided in subsection (1) of section 7 of this Act.

Any appeal from such judgment by either party or both parties shall be confined solely to exceptions to the amount of compensation awarded by the commissioners.

(3) If the owner has filed answer or pleading putting in issue the right of the petitioner to condemn the lands or use and occupation thereof and the material sought to be condemned, the court shall, without intervention of jury, proceed to hear and determine whether or not the petitioner has such right. If the court determines that petitioner has such right, judgment, as provided for in subsection 2 of this section, shall be entered. If the court determines that petitioner does not have such right, it shall enter a judgment which shall contain, in substance:

(a) A finding that the report of the commissioners conforms to section 3 of this Act;

(b) A finding that the petitioner is not authorized to condemn the lands or the use and occupation thereof and the material for the purposes and under the conditions and limitations set forth in the petition, stating the particular ground or grounds on which the petitioner is not so authorized;

(c) An order dismissing the petition and directing the petitioner to pay all costs.

SECTION 7. (1) Within thirty days from the date of a judgment authorizing the petitioner to take possession of the land or material an appeal may be taken to the circuit court by either party or both parties by executing bond as required in other cases, and by filing with the clerk of the circuit court

a certified copy of the judgment, a statement of the parties to the appeal and a statement of the grounds of appeal, which grounds shall contain any exceptions the appellant has to the award made by the commissioners. No transcript shall be required to be filed by the appellant of other parts of the record, but when an appeal is filed the clerk of the circuit court shall certify that fact to the clerk of the county court and the latter immediately shall transfer the original papers to the clerk of the circuit court. The statement of grounds of appeal of either party may be amended as provided in the Civil Code for the amendment of a pleading. The appeal shall be tried de novo but shall be limited to the questions which are raised in the original statements of the grounds of appeal, or as amended, but the owner shall not be permitted to raise any question, nor shall the court consider any question so raised, concerning the right of the petitioner to condemn the property, unless the owner filed an answer or other pleading in the county court raising that issue. All questions of fact pertaining to the amount of compensation to the owner, or owners, shall be determined by a jury, which jury may be sent by the court, in the charge of the sheriff, to view the land and material. Upon an appeal to the circuit court and after a jury trial therein, and if possession previously has not been taken by the condemnor of the land and material condemned, it may do so upon the payment to the owner, or to the clerk of the circuit court if the owner refuses to accept it, the amount of the compensation adjudged by the circuit court to be due the owner and by paying such costs as are required to be paid by the condemnor under the provisions of subsection (5) of this section.

(2) Within thirty days from the date of a judgment dismissing a petition, an appeal may be taken to the circuit court by the petitioner by executing bond as required in other cases and by filing with the clerk of the circuit court a statement of the parties to the appeal and a certified copy of the judgment. No transcript shall be required to be filed by the appellant of other parts of the record, but when an appeal is filed the clerk of the circuit court shall certify that fact to the clerk of the county court and the latter immediately shall

transfer the original papers to the clerk of the circuit court. Upon reasonable notice to the owner, such an appeal shall be tried at the earliest convenience of the court without the intervention of a jury, at any regular or special term or by the judge in vacation. At such trial, either party may present evidence relating to the right of the petitioner to condemn the land and material sought to be condemned. If the judge of the circuit court finds that the petitioner has the right to condemn said property, the case shall not be remanded but the judge or court shall enter an order setting forth his findings and authorizing the petitioner to take possession of the lands and materials for the purposes and under the conditions and limitations set forth in the petition upon the payment to the owner, or to the clerk of the circuit court if the owner refuses to accept it, the amount of the compensation awarded by the commissioners in their report to the county court. Within thirty days from the date of the order of the circuit court authorizing the petitioner to take such possession, either party may file exceptions to the award of the commissioners. If no exceptions to the award are filed, the court, on motion of the condemnor, shall enter a final judgment in the case. If either party files exceptions pertaining to the amount of the award, the issues of fact shall be tried by a jury in the circuit court in course as though on appeal from a judgment of the county court.

(3) Appeals may be taken to the Court of Appeals from the final judgment of the circuit court as in other cases except that an appeal by the owner shall not operate as a supersedeas.

(4) The payment by the condemnor of the amount of compensation awarded and the taking possession of the lands and material condemned shall not prejudice its right to appeal from the judgment of any court, nor shall the acceptance by the owner of the amount of the compensation awarded prejudice his right to appeal from the judgment of any court.

(5) If the owner, on his appeal from a judgment authorizing the condemnor to take possession of the property condemned, fails to increase the amount of compensation awarded to him, he shall pay all costs of the appeal. If the condemnor, on its appeal from such a judgment fails to decrease the

amount of compensation awarded to the owner, the condemnor shall pay all costs of the appeal.

(6) If the condemnor takes possession of the land and material condemned and the amount of compensation is thereafter increased upon an appeal, the condemnor shall pay interest to the owner at the rate of six per cent per annum upon the amount of such increase from the date the condemnor took possession of the land and material. If the condemnor takes possession of the land and material condemned and the amount of compensation is thereafter decreased upon an appeal, the condemnor shall be entitled to a personal judgment against the owner for the amount of the decrease plus interest at the rate of six per cent per annum from the date the condemnor paid the amount of compensation into court or to the owner.

(7) Upon the final determination of an appeal, the circuit court shall make such orders as may be proper for the conveyance of the title, to the extent condemned, to the land and material.

SECTION 8. All money paid into court or paid or transferred to the clerk of a court under the provisions of this Act shall be received by the clerk of the court and held subject to the order of the court, for which the clerk and his sureties on his official bond shall be responsible to the persons entitled thereto.

SECTION 9. Where there are conflicting claimants to the land sought to be condemned and all such parties are before the court, each claimant, for the purposes of the condemnation proceeding only, shall be deemed to be an owner, and the procedure for the condemnation of the land shall be as provided in this Act except that, before the condemnor shall be entitled to take possession of the land, it shall be required to pay the compensation awarded therein to a receiver appointed by the court or to the master commissioner of the circuit court to be held for the benefit of, and paid over to such persons as may thereafter be determined to be entitled to receive it. In such cases, the claimants may have their rights determined in a separate action, but the filing of such

action on its pendency shall in no wise stay or delay said condemnation proceedings.

SECTION 10. All proceedings under this Act shall be governed by the provisions of the Civil Code of Practice except where the provisions of this Act specifically or by necessary implication provide otherwise.

SECTION 11. Section 278.500 of the Kentucky Revised Statutes is repealed.

S. B. No. 211. An Act relating to the segregation of minor and youthful prisoners from hardened and habitual criminals confined in the state penitentiaries.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Minor and youthful prisoners confined in any state penitentiary, shall not be placed, or kept, or allowed to be, at any time, with any hardened and habitual criminal or criminals, in any room, dormitory, cell, tier or corridor of the buildings of such institutions, or on its grounds, or, while for any purpose, outside such buildings or grounds; it being the intention of this section that minor and youthful criminals shall at all times be separately grouped in such manner as to make intercommunication with hardened and habitual criminals impossible.

S. B. No. 212. An Act to repeal and reenact Section 298.100 of the Kentucky Revised Statutes relating to the annual statement of condition required of a domestic insurance company.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. That Section 298.100 of the Kentucky Revised statutes be repealed and reenacted, so that when reenacted the same shall read as follows:

298.100 Annual statement of condition required of a domestic company.

(1) The president or vice president and secretary of each domestic stock insurance company organized to do other than a life business shall annually, on or before March 1, prepare under oath, and deposit in the office of the director, a statement of the condition of the company on December 31 next preceding.

(2) The statement shall be in general form and context as approved by the National Association of Insurance Commissioners for the kind of insurance to be reported upon, and as supplemented by additional information required by the director.

(3) The annual statement of an alien insurer shall relate only to its transactions and affairs in the United States unless the director requires otherwise. The statement shall be verified by the insurer's United States manager or by its duly authorized officer or officers.

S. B. No. 213. An Act to amend the laws with reference to writing of multiple lines of insurance.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. That Section 298.030 of the Kentucky Revised Statutes be and the same is hereby amended to read as follows, to wit:

"298.030. Any company authorized by law to engage in the business of insurance, other than life insurance, in this state, may write the following kinds of insurance unless prohibited by its charter:

(1) Fire insurance, which shall include the following:

(a) Insurance against loss or damage to property and loss of use and occupancy by fire, lightning, storm, hail, tempest, earthquake, frost or snow, riot and civil commotion,

smoke, smudge, vandalism, malicious mischief, explosion with fire ensuing or explosion with no fire ensuing, except explosion by steam boilers or flywheels, provided, however, that there may be insured hereunder explosion of pressure vessels (not including steam boilers of more than fifteen pounds' pressure), in buildings designed and used solely for residential purposes by not more than four families, explosion of any kind originating outside of the insured building, or outside of the building containing the property insured, and explosion of pressure vessels which do not contain steam or which are not operated with steam coils or steam jackets.

(b) Insurance against loss or damage by insects or disease to farm crops or products, and loss of rental value of land used in producing such crops or products.

(c) Insurance against accidental injury to sprinklers, pumps, water pipes, elevator tanks and cylinders, steam pipes and radiators, plumbing and its fixtures, ventilating, refrigerating, heating, lighting or cooking apparatus, or their connections, or conduits or containers of any gas, fluid, or other substance, and against loss or damage to property of the insured caused by the breakage or leakage thereof, or by water, hail, rain, sleet or snow seeping or entering through water pipes, leaks or openings in buildings.

(d) Insurance against loss or damage caused by railroad equipment, motor vehicles, airplanes, seaplanes, dirigibles or other aircraft.

(e) Insurance against the risk of inland transportation and navigation upon vessels, freight, goods, money, effects, and money loaned on bottomry or respondentia, against the perils of the sea and other perils usually insured against by marine insurance.

(f) Insurance upon automobiles, and all other cars and vehicles, whether stationary or operated under their own power and aircraft, against loss or damage by any of the causes or risks mentioned herein, including also transportation, collision, burglary, theft, liability for bodily injuries to the person or liability for damage to property resulting from owning, maintaining or using automobiles and aircraft; and

(g) By and with the approval of the Director of Insurance, against other loss or damage to property or interest therein, the insurance against which is not exclusively delegated to another class or kind of company.

(2) Casualty and miscellaneous insurance, which shall include the following:

(a) Insurance against death or personal injury by accident or by any specified kind or kinds of accident, and insurance against sickness, ailment, or bodily injury.

(b) Insurance against the legal liability, whether imposed by common law or by statute or assumed by contract, of any employer for the death or disablement of, or injury to, his or its employee.

(c) Guaranteeing the fidelity of persons holding positions of public or private trust; and becoming surety on, or guaranteeing the performance of, any lawful contract; and becoming surety on or guaranteeing the performance of, bonds and undertakings required or permitted in all judicial proceedings or otherwise by law allowed; indemnifying banks, bankers, brokers, financial or monied corporations or associations against loss resulting from any cause of bills of exchange, notes, bonds, securities, evidences of debts, deeds, mortgages, warehouse receipts, or other valuable papers, documents, money, precious metals and articles made therefrom, jewelry, watches, necklaces, bracelets, gems, precious and semi-precious stones, including any loss while the same are being transported in armored motor vehicles, or by messenger, but not including any other risks of transportation or navigation; also against loss or damage to such an insured's premises, or to his furnishings, fixtures, equipment, safes and vaults therein, caused by burglary, robbery, theft, vandalism or malicious mischief, or any attempt thereat.

(d) Insurance against loss of or damage to any domesticated or wild animal resulting from any cause.

(e) Insurance against loss of or damage to glass and its appurtenances resulting from any cause.

(f) Insurance against loss of or damage to any property of the insured, resulting from the explosion of or injury to

(1) any boiler, heater or other fired pressure vessel; (2) any unfired pressure vessel; (3) Pipes or containers connected with any of said boilers or vessels; (4) any engine, turbine, compressor, pump or wheel; (5) any apparatus generating, transmitting or using electricity; (6) any other machinery or apparatus connected with or operated by any of the previously named boilers, vessels or machines; and including the incidental power to make inspections of and to issue certificates of inspection upon, any such boilers, apparatus, and machinery, whether insured or otherwise.

(g) Insurance against loss of or damage to any property resulting from burglary, theft, larceny, robbery, forgery, fraud, vandalism, malicious mischief, confiscation or wrongful conversion, disposal or concealment by any person or persons, or from any attempt at any of the foregoing; and insurance against loss of or damage to moneys, coins, bullion, securities, notes, drafts, acceptances or any other valuable papers or documents, resulting from any cause, except while in the custody or possession of and being transported by any carrier for hire or in the mail; insurance of individuals by means of an all-risk type of policy commonly known as the "Personal Property Floater" against any kind and all kinds of loss of or damage to, or loss of use of, any personal property other than merchandise.

(h) To guarantee and indemnify merchants, traders, and those engaged in business and giving credit, from loss or damage by reason of giving and extending credit to their customers and those dealing with them, and to cause itself to be insured against any loss or risk it may have incurred in the course of its business, and upon the interest it may have in any property by means of any loans that it may have made on mortgages; and including incidental power to acquire and dispose of debts so insured and to collect any debts owed to such insurer or to any person so insured by him.

(i) Upon automobiles, all other cars and vehicles, and aircraft, including public liability, property damage, collision fire and burglary and theft insurance, and to insure the owners of such automobiles, all other cars and vehicles, and aircraft, against such losses as arise out of the ownership,

operation or maintenance of the same, and generally to do and perform all other matters and things proper to promote these objects.

(j) Insurance against loss or damage by water or other fluid or substance to any property resulting from the breakage or leakage of sprinklers, pumps or other apparatus erected for extinguishing fires or of water pipes or other conduits or containers, or resulting from casual water entering through leaks or openings in buildings or by seepage through building walls, but not including loss or damage resulting from flood or the rising of the waters of the ocean or its tributaries; and including insurance against accidental injury of such sprinklers, pumps, fire apparatus, conduits or containers.

(k) Insurance against loss of or damage to any property of the insured, resulting from the ownership, maintenance or use of elevators, except loss or damage by fire.

(l) Insurance against loss of or damage to any property of the insured resulting from collision of any other object with such property, but not including collision to or by elevators, or to or by vessels, craft, piers or other instrumentalities of ocean or inland navigation.

(m) Insurance against legal liability of the insured, and against loss, damage or expense incident to a claim of such liability, and including an obligation of the insurer to pay medical, hospital, surgical and funeral benefits to injured persons, irrespective of legal liability of the insured, arising out of the death or injury of any person, or arising out of injury to the economic interests of any person as the result of negligence in rendering expert, fiduciary or professional service, but not including any kind of insurance specified in paragraph (b).

(n) Insurance against legal liability of the insured, and against loss, damage or expense incident to a claim of such liability, arising out of the loss or destruction of, or damage to, the property of any other person, but not including any kind of insurance specified in paragraph (b) or (m).

2. That subsection (1) of Section 298.060 of the Kentucky Revised Statutes be and the same is hereby amended to read as follows, to wit:

"(1) No stock insurance company shall be incorporated in this state to do other than a life business with a smaller capital than $50,000. Any domestic company undertaking to write any of the kinds of insurance set forth in subsection (1) of K. R. S. 298.030 and also any of the kinds of insurance set forth in subsection (2) of K. R. S. 298.030 shall have a capital of at least $100,000. Nothing in this subsection is intended to alter laws pertaining to reciprocal associations or exchanges."

S. B. No. 219. An Act to provide that Banks, Trust Companies, or Building and Loan Associations, when making a loan, may renew and extend the note evidencing such loan and may lend additional amounts to the same borrower or borrowers or their successors in title, and that the original mortgage securing payment of such loan shall secure payment of such renewals, extensions and additional loans, where so stated in such mortgage, to the extent of two thousand dollars ($2,000.00) in addition to the original amount loaned.

Said bill is as follows, viz.:

Be it enacted by the General Assembbly of the Commonwealth of Kentucky:

In all cases where a loan is made by a bank, trust company, or building and loan association incorporated and doing business under the laws of this Commonwealth or incorporated and doing business under the laws of the United States of America, the mortgage originally executed and delivered by the borrower or borrowers to the bank, trust company or building association shall secure payment of all renewals and extensions of said loan and the note evidencing it, and payment of all additional notes evidencing additional loans, in no event to exceed Two Thousand Dollars ($2,000.00) in addition to the original amount loaned, made to the original mortgagor or mortgagors or to their successors in title, pro-

vided that such mortgage contains a provision that it secures, in addition to the original amount of said loan stated therein, all renewals and extensions of said loan and the note evidencing it and such additional sums as thereafter may be loaned by the mortgagee to the mortgagor or mortagors or their successors in title, said additional loans in no event to exceed Two Thousand Dollars ($2,000.00) in addition to the original amount loaned.

S. B. No. 221. An Act relating to mutual insurance companies, other than life.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. Subsection (1) of Section 301.030 of the Kentucky Revised Statutes is amended to read as follows:

(1) When by the laws of any other state, district or territory any company is authorized to engage in the business of insurance, other than life insurance, on the mutual plan in accordance with the laws of the state, district or territory in which the company is organized, and is solvent and possessed of a surplus over and above all of its liabilities at least equal to the amount required by KRS 301.050 but not less than three hundred thousand dollars if authorized to transact any of the kinds of insurance specified in subsection (2) of KRS 301.070, it shall be admitted to do the kinds of insurance permitted to like mutual insurance companies organized under the laws of the Commonwealth when it shall have complied with the following requirements, to wit:

(a) Filed with the Director a duly certified copy of the charter and articles of association.

(b) Filed with the Director a copy of its by-laws, certified to by its secretary.

(c) Appointed the Director as a person upon whom process may be served, which when so served shall be of the same force and effect as if served upon the company. This authority shall continue in force so long as liability remains outstanding in this Commonwealth.

(d) Filed a certificate of the person charged with the administration of the insurance laws in the state in which the company is organized, certifying that the company is organized and authorized to do such business in that state.

(e) Filed a financial statement under oath, in such form as may be required, complied with the other provisions of law applicable to the filing of papers by, and the audit and inspection of stock companies transacting the same kind of insurance.

(f) Paid the Director a fee of twenty-five dollars.

Sec. 2. Section 301.050 of the Kentucky Revised Statutes is amended to read as follows, to wit:

(1) No such company shall issue policies or transact any business of insurance until the Director has, by formal license, authorized it to do so.

(2) A license shall not be issued to a company organized to transact the kinds of insurance described in subsection (1) of KRS 301.070 until the company has complied with the following conditions:

(a) Applications for at least two hundred risks, for at least twenty members, shall be subscribed, aggregating not less than five hundred thousand dollars insurance.

(b) The maximum of any single risk less reinsurance shall not exceed ten per cent of the surplus possessed by the company. Any reinsurance shall take effect simultaneously with the policy, being deducted in determining the maximum single risk.

(c) A premium upon each application shall be collected in cash and the company shall hold a surplus of not less than fifty thousand dollars.

(3) A license shall not be issued to a company organized to transact the kinds of insurance described under paragraphs (a) to (m) inclusive, of subsection (2) of KRS 301.070 until the company has complied with the following conditions:

(a) To transact the kind of insurance described in paragraph (a) of subsection (2) of KRS 301.070 it shall have bona fide applications for insurance from at least five hundred

members, upon which a premium has been paid, and a surplus of at least twenty-five thousand dollars.

(b) To transact any one of the kinds of insurance described in paragraphs (e), (f), (g), (l) or (m) of subsection (2) of KRS 301.070 it shall have bona fide applications for insurance from at least twenty members, upon which a premium has been paid, and a surplus of at least fifty thousand dollars.

(c) To transact any one of the kinds of insurance described in paragraphs (c) or (d) of subsection (2) of KRS 301.070 it shall have a surplus of at least two hundred thousand dollars.

(d) To transact the kind of insurance described in paragraph (h) or (j) or (k) of subsection (2) of KRS 301.070 it shall have a surplus of at least twenty-five thousand dollars.

(e) To transact the kind of insurance described in paragraph (i) of subsection (2) of KRS 301.070 it shall have a surplus of at least fifty thousand dollars.

(f) To transact more than one of the kinds of insurance described in paragraphs (a), (e), (f), (g), (h), (i), (j), (k), (l), or (m) of subsection (2) of KRS 301.070 it shall have, except as provided in paragraph (h) of this subsection, a surplus equal to the combined requirements of all the paragraphs describing the kinds of insurance proposed to be transacted; but not more than two hundred thousand dollars.

(g) To transact the kind of insurance described in paragraph (b) of subsection (2) of KRS 301.070 it shall have bona fide applications for insurance from at least twenty separate employers who employ altogether at least fifteen hundred employees, and a surplus of at least fifty thousand dollars; and the provisions of this section with regard to maximum single risk shall not apply.

(h) To transact both the kinds of insurance described in paragraphs (h) and (i) of subsection (2) of KRS 301.070 where the business or membership of the company with respect to the transaction of business under paragraph (h) is limited to those engaged principally in the business of farming,

dairying or beef cattle raising and the maximum liability under said paragraph (h) for any one animal is not more than two hundred and fifty dollars, or for more than one animal five thousand dollars, it shall have a surplus of fifty thousand dollars.

(4) In order for a company to be authorized to transact both the kind of insurance described in subsection (1) of KRS 301.070 and also one or more of the kinds of insurance described in subsection (2) of KRS 301.070 it shall have a surplus equal to the combined requirements of subsections (2) and (3) of this section for the kinds of insurance it proposes to transact; but not more than four hundred fifty thousand dollars.

(5) The maximum single risk assumed by any company transacting one or more of the kinds of insurance described in paragraphs (a) to (m) inclusive, of subsection (2) of KRS 301.070 shall not exceed ten per cent of the surplus possessed by the company. Any reinsurance taking effect simultaneously with the policy shall be deducted in determining the maximum single risk.

(6) No company that has been issued a license shall transact any business of insurance unless it continues to comply with the applicable conditions of this section.

Sec. 3. Section 301.070 of the Kentucky Revised Statutes is amended to read as follows, to wit:

Any company may be authorized under this chapter to make contracts of insurance, or to reinsure or accept reinsurance on any portion thereof, for one or more of the following kinds of insurance:

(1) Fire insurance, which shall include insurance against loss or damage to property and loss of use and occupancy by fire, lightning, storm, hail, tempest, earthquake, frost or snow, riot, and civil commotion, smoke, smudge, vandalism, malicious mischief, explosion with fire ensuing and explosion without fire ensuing, excluding explosion by steam boilers or fly wheels, provided, however, that there may be insured hereunder explosion of pressure vessels (not in-

cluding steam boilers of more than fifteen pounds' pressure) in buildings designed and used solely for residential purposes by not more than four families, explosion of any kind originating outside of the insured building or outside of the building containing the property insured, and explosion of pressure vessels which do not contain steam or which are not operated with steam coils or steam jackets; and also against loss or damage by insects or disease to farm crops or products, and loss of rental value of land used in producing such crops or products; and against accidental injury to sprinklers, pumps, water pipes, elevator tanks and cylinders, steam pipes and radiators, plumbing and its fixtures, ventilating, refrigerating, heating, lightning or cooking apparatus, or their connections, or conduits or containers of any gas, fluid, or other substance; and against loss or damage to property of the insured caused by the breakage or leakage thereof; or by water, hail, rain, sleet or snow seeping or entering through water pipes, leaks or openings in buildings; and against loss or damage caused by railroad equipment, motor vehicles, airplanes, seaplanes, dirigibles or other aircraft; against the risk of inland transportation and navigation upon vessels, freights, goods, money, effects, and money loaned on bottomry or respondentia; against the perils of the sea and other perils usually insured against by marine insurance; upon automobiles and all other cars and vehicles and aircraft whether stationary or operated under their own power, against loss or damage by any of the causes or risks mentioned herein, including also transportation, collision, burglary, theft and liability for damages to property resulting from owning, maintaining or using automobiles, cars, vehicles and aircraft and including burglary and theft but not including loss or damage by reason of bodily injury to the person; and by and with the approval of the Director of Insurance against other loss or damage to property or interest therein the insurance against which is not exclusively delegated to another class or kind of company.

(2) Casualty and miscellaneous insurance, which shall include the following:

(a) Insurance against death or personal injury by

accident or by any specified kind or kinds of accident, and insurance against sickness, ailment or bodily injury.

(b) Insurance against the legal liability, whether imposed by common law or by statute or assumed by contract, of any employer for the death or disablement of, or injury to, his or its employee.

(c) Guaranteeing the fidelity of persons holding positions of public or private trust; and becoming surety on, or guaranteeing the performance of, any lawful contract; and becoming surety on or guaranteeing the performance of, bonds and undertakings required or permitted in all judicial proceedings or otherwise by law allowed; indemnifying banks, bankers, brokers, financial or monied corporations or associations against loss resulting from any cause of bills of exchange, notes, bonds, securities, evidences of debts, deeds, mortgages, warehouse receipts, or other valuable papers, documents, money, precious metals and articles made therefrom, jewelry, watches, necklaces, bracelets, gems, precious and semi-precious stones, including any loss while the same are being transported in armored motor vehicles, or by messenger, but not including any other risks of transportation or navigation; also against loss or damage to such an insured's premises, or to his furnishings, fixtures, equipment, safes and vaults therein, caused by burglary, robbery, theft, vandalism or malicious mischief, or any attempt thereat.

(d) To guarantee and indemnify merchants, traders, and those engaged in business and giving credit, from loss or damage by reason of giving and extending credit to their customers and those dealing with them, and to cause itself to be insured against any loss or risk it may have incurred in the course of its business, and upon the interest it may have in any property by means of any loans that it may have made on mortgages; and including incidental power to acquire and dispose of debts so insured and to collect any debts owed to such insurer or to any person so insured by him.

(e) Insurance against loss of or damage to glass and its appurtenances resulting from any cause.

(f) Insurance against loss of or damage to property and any liability of the insured resulting from the explosion

of or injury to (1) any boiler, heater or other fired pressure vessel; (2) any unfired pressure vessel; (3) pipes or containers connected with any of said boilers or vessels; (4) any engine, turbine, compressor, pump or wheel; (5) any apparatus generating, transmitting or using electricity; (6) elevators; (7) any other machinery or apparatus connected with or operated by any of the previously named boilers, vessels, elevators or machines; and including the incidental power to make inspections of and to issue certificates of inspections upon, any such boilers, elevators, apparatus, and machinery, whether insured or otherwise.

(g) Insurance against loss of or damage to any property resulting from burglary, theft, larceny, robbery, forgery, fraud, vandalism, malicious mischief, confiscation or wrongful conversion, disposal or concealment by any person or persons, or from any attempt at any of the foregoing; and insurance against loss of or damage to moneys, coins, bullion, securities, notes, drafts, acceptances or any other valuable papers or documents, resulting from any cause; insurance of individuals by means of an all-risk type of policy commonly known as the "Personal Property Floater" against any kind and all kinds of loss of or damage to, or loss of use of, any personal property other than merchandise.

(h) Against loss of or damage to any domesticated or wild animal resulting from any cause.

(i) Against any loss, expense or liability resulting from the ownership, maintenance or use of any vehicle (motor or otherwise), draft animal or aircraft.

(j) Insurance against loss or damage by water or other fluid or substance to any property resulting from the breakage or leakage of sprinklers pumps or other apparatus erected for extinguishing fires or of water pipes or other conduits or containers, or resulting from casual water entering through leaks or openings in buildings or by seepage through building walls, but not including loss or damage resulting from flood or the rising of the waters of the ocean or its tributaries; and including insurance against accidental injury or such sprinklers, pumps, fire apparatus, conduits or containers.

(k) Insurance against loss of or damage to any property of the insured resulting from collision of any other object with such property, but not including collision to or by elevators, or to or by vessels, craft, piers or other instrumentalities of ocean or inland navigation.

(l) Insurance against legal liability of the insured, and against loss, damage or expense incident to a claim of such liability, and including an obligation of the insurer to pay medical, hospital, surgical and funeral benefits to injured persons, irrespective of legal liability of the insured, arising out of the death or injury of any person, or arising out of injury to the economic interests of any person as the result of negligence in rendering expert, fiduciary or professional service, but not including any kind of insurance specified in paragraph (b); and insurance against legal liability of the insured, and against loss, damage or expense incident to a claim of such liability, arising out of the loss or destruction of, or damage to, the property of any other person.

(m) Insurance against any other risk not otherwise specified in this subsection or in subsection (1) of this section and which may lawfully be the subject of insurance but not including life insurance.

(3) A company authorized to transact the type of insurance described in paragraph (i) of subsection (2) of this section may, without additional surplus, also insure against loss or damage by fire of or to any automobile.

(4) The right to transact more than one of the kinds of insurance described in subsections (1) and (2) of this section shall be subject to the provisions of KRS 301.050.

S. B. No. 224. An Act to repeal, amend and re-enact Section 276.500 Kentucky Revised Statutes with respect to limitations of prosecutions and actions by and against common carriers by rail or by water.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 276.500 Kentucky Revised Statutes be, and the same is hereby repealed, amended and re-enacted so as to read as follows, viz.:

276.500 (1) All prosecutions under subsections (8), (16), (17), (18), and (28) of Kentucky Revised Statutes 276.990 shall be commenced within two years after the offense was committed.

(2) All actions at law by common carriers for recovery of their charges, or any part thereof, shall be begun within two years from the time the cause of action accrues, and not after.

(3) All complaints against common carriers for the recovery of damages not based on overcharges shall be filed with the Commission within two years from the time the cause of action accrues, and not after, subject to subsection (5) of this section.

(4) For recovery of overcharges actions at law shall be begun or complaints filed with the Commission against common carriers within two years from the time the cause of action accrues, and not after, subject to subsection (5) of this section, except that if claim for the overcharge has been presented in writing to the common carrier within the two-year period of limitation said period shall be extended to include six months from the time notice in writing is given by the common carrier to the claimant of disallowance of the claim, or any part or parts thereof specified in the notice.

(5) If on or before expiration of the two-year period of limitation in subsection (3) of this section or of the two-year period of limitation in subsection (4) of this section a common carrier begins action under subsection (2) of this section for recovery of charges in respect of the same transportation service, or, without beginning action, collects charges in respect of that service, said period of limitation shall be extended to include ninety days from the time such action is begun or such charges are collected by the carrier.

(6) The cause of action in respect of a shipment of property shall, for the purposes of this section, be deemed to accrue

upon delivery or tender of delivery thereof by the common carrier, and not after.

(7) The term "overcharges" as used in this section shall be deemed to mean charges for transportation service in excess of those applicable thereto under the tariffs lawfully on file with the Commission.

S. B. No. 243. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-sixth, Thirty-third and Thirty-fifth Districts in order to comply with the meaning and intent of the Constitution with respect to division of the state into judicial districts.

Said bill is as follows, viz.:

WHEREAS, the General Assembly has given due regard to the elements of territory, business and population involved in the division of the state into judicial districts; and

WHEREAS, with such due regard, the General Assembly has found the following facts to exist:

1. That the entire population of the state, as of the last preceding Federal Census, is 2,845,627.

2. That upon the basis of such population, additional judicial districts may be established to those now existing, pursuant to Sections 128 and 132 of the Constitution.

3. That, as of the last Federal Census, the population of Harlan County is 75,275 and the population of Pike County is 71,122; that both of such counties are industrial counties in which there is an abnormal amount of litigation; and that the volume of business in the courts of such counties is such that, when combined with the business of any other county, it is impossible for the courts to transact the business without a long period of delay and serious prejudice to the rights of litigants who are unable to obtain reasonably prompt disposition of their litigation.

4. That the territory embracing the counties of Bell and Leslie is such as to make it convenient and advantageous that

those counties be joined in one judicial district; the population of those counties is such as is contemplated by the Constitution to be included in one judicial district; and the business of the courts in those counties will be expedited by combining those counties in one judicial district.

5. That the territory embracing the countoes of Letcher and Perry is such as to make it convenient and advantageous that those counties be joined in one judicial district; the population of those counties is such as is contemplated by the Constitution to be included in one judicial district; and the business of the courts in those counties will be expedited by combining those counties in one judicial district; and

WHEREAS, the General Assembly finds it to be the intent and purpose of Sections 128 and 132 of the Constitution that the General Assembly may establish such number of judicial districts as may be required by reason of the exigencies of territory, business and population, not exceeding one district for each 60,000 of population of the state, excluding the districts in counties having a population of 150,000; and that the Constitution contemplates that whether there shall be more than one county in any judicial district depends solely upon the exigencies of territory, business and population, with the express intention that the population in any district be as near to 60,000 as practicable, regardless of the number of counties therein, and with the exception prescribed in Section 138 of the Constitution that certain counties shall have the privilege of constituting separate districts even though their population is not as much as 60,000;

Now, Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The twenty-sixth, thirty-third and thirty-fifth judicial Districts shall hereafter be composed of the following counties:

Twenty-sixth District. Harlan.

Thirty-third District. Letcher and Perry.

Thirty-fifth District. Pike.

§ 2. A new judicial district is established, to be numbered the Forty-first Judicial District, and to consist of the counties of Bell and Leslie.

§ 3. The present circuit judges and Commonwealth's attorneys for the Twenty-sixth, Thirty-third, and Thirty-fifth Judicial Districts, as now constituted, shall retain their respective offices, for the terms for which they were elected, for the said districts as the have been changed under this act, provided that the present Commonwealth's attorney for the present thirty-third District, being a resident of Leslie County, shall not be entitled to retain his office unless he shall remove his residence, within a reasonable time, into one of the counties of the thirty-third District as constituted under this Act.

§ 4. The offices of circuit judge and Commonwealth's Attorney for the new judicial district established by this Act, being the Forty-first Judicial District, are hereby created. Until the regular election for circuit judges and Commonwealth's attorneys in 1951, said offices shall be filled as provided in Section 152 of the Constitution for offices in which there is a vacancy.

§ 5. The regular term of each court in the judicial districts dealt with by this Act shall commence in each county at the following named time, and continue, if the business requires it, the number of days hereinafter prescribed.

Twenty-sixth District. Harlan County, at Harlan, on the first Monday in January and the first Monday in February, eighteen juridical days each; on the first Monday in March, twenty-four juridical days; on the first Monday in April and the first Monday in May, eighteen juridical days each; on the first Monday in June, twenty-four juridical days; on the first Monday in September, eighteen juridical days; on the first Monday in October, twenty-four juridical days; and on the first Monday in November, eighteen juridical days.

Thirty-third District. Perry County, at Hazard, on the third Monday in February, the third Monday in May, the first Monday in September and the second Monday in November, twenty-four juridical days each.

Letcher County, at Whitesburg, on the first Monday in January, the first Monday in April, the first Monday in July, and the first Monday in October, twenty-four juridical days each.

Thirty-fifth District. Pike County, at Pikeville, on the first Monday in January, twenty-four juridical days; on the first Monday in February, eighteen juridical days; on the first Monday in March and the first Monday in April, twenty-four juridical days each; on the first Monday in May, eighteen juridical days; on the first Monday in June, twenty-four juridical days; on the first Monday in September, eighteen juridical days; on the first Monday in October and on the second Monday in November, twenty-four juridical days.

Forty-first District. Bell County, at Pineville and Middlesboro, on the second Monday in January, the first Monday in April, the first Monday in June, and the first Monday in September, twenty-four juridical days each; on the first Monday in November, thirty juridical days.

Leslie County, at Hyden, on the first Monday in March, the first Monday in May, and the first Monday in October, twenty-four juridical days each.

§ 6. In order not to disrupt any term of court in the districts dealt with by this Act, this Act shall not take effect until September 1, 1948.

S. B. No. 247. An Act relating to the Sheriff's county revenue bond, providing for payment of premium on such bond by the county where the Sheriff executes a bond with corporate surety.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Each sheriff who is required by law to furnish at his own expense a bond for the collection of county revenue shall have a claim against the county for the amount paid for the premium on his county revenue bond when the bond has been executed by an incorporated surety company authorized

to do a surety business in Kentucky, and when the claim is verified by his affidavit.

S. B. No. 259. An Act changing the classification of the City of Mayfield in Graves County.

Said bill is as follows, viz.:

WHEREAS, satisfactory information has been presented to the General Assembly that the population of the City of Mayfield, in Graves County, is such as to justify its being assigned to the third class of cities;

Now, Therefore,

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The City of Mayfield, in Graves County, is hereby transferred from the fourth class to the third class of cities. This transfer is intended to be effective notwithstanding that the present General Assembly, in an Act amending KRS 81.010, may, in setting said section forth at length, continue to enumerate the City of Mayfield as a fourth-class city.

§ 2. This Act shall take effect on January 1, 1949.

Ordered that said bills be printed and referred to the Committee on Rules.

The message which was received from the Senate also announced that they had passed a bill which originated in this body of the following title, viz.:

H. B. No. 260. An Act to repeal, amend and re-enact Sections 342.005, 342.020, 342.025, 342.040, 342.055, 342.070, 342.080, 342.095, 342.100, 342.105, 342.110, 342.120, 342.230, 342.270 and 342.395, Kentucky Revised Statutes, relating to Workmen's Compensation.

Ordered that said bill be delivered to the Enrolling Clerk of this House.

Mr. James J. Shannon moved that the privilege of the floor be extended to Miss Williams.

Said motion was agreed to.

Mr. Goff moved that the privilege of the floor be extended to Miss Rose Marie Fry and Mrs. Ernest Ball.

Said motion was agreed to.

Mr. Shaw moved that the privilege of the floor be extended to Miss Mildred Yenowine and Mrs. James S. Shaw.

Said motion was agreed to.

Mr. Baer moved that the privilege of the floor be extended to Miss Spiegel, Miss Raebelt, Miss Drake and Mr. and Mrs. Lawrence.

Said motion was agreed to.

The Speaker delivered to the Chief Clerk of this House the following communication, viz.:

March 3, 1948

Mr. Byron Royster

Chief Clerk

House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

House Bill	353	House Bill	259
Senate Bill	252	House Bill	370

Senate Bill 200
House Bill 415
House Bill 411
House Bill 410
Senate Bill 112
Senate Bill 113
House Bill 179
House Bill 398
Senate Bill 155
Senate Bill 156
House Bill 390
House Bill 278
House Bill 293
Senate Bill 173
House Res. 53
Senate Bill 183
House Bill 382
House Res. 50
House Bill 48
House Bill 317
Senate Bill 123

A majority of the Rules Committee today have reported the following bills to be acted upon in the Orders of the Day:

House Bill 166
House Bill 51
House Bill 354
House Bill 356
House Bill 77
House Bill 360
House Bill 363
House Bill 371
House Bill 311
House Bill 361
House Bill 362
House Bill 359
Senate Bill 78
House Bill 357
House Bill 358
House Bill 255
House Bill 215
House Res. 10
House Res. 15
Senate Res. 19
Senate Res. 5
House Bill 343
House Bill 383
Senate Bill 51
Senate Bill 80
Senate Bill 81

Very truly yours,

(Sd.) T. HERBERT TINSLEY,
Speaker.

INTRODUCTION OF BILLS

Bills and a resolution of the following titles were introduced, viz.:

By Mr. Drury.

H. B. No. 435. An Act relating to revenue and taxation, providing for licensing and fixing the amount of license fees

for the privilege of operating or permitting to be operated certain lawful coin or token operated vending machines or devices, and making an appropriation to the Department of Revenue for administration.

Said bill is as follows:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Definitions.

(a) "Coin machine" shall mean and include any lawful coin or token-operated vending machine or device which contains no element of chance and which, as a result of depositing a coin, token or other object, automatically or by or through some mechanical operation issues or vends value received in the form of merchandise, goods, chattels, or products, renders any service, imparts any information or data of any kind or nature whatsoever, or provides entertainment or amusement; but it shall not include what are commonly known as turnstiles, parking meters, cash registers, pay toilets, postage stamp veding machines, baggage lockers, pay telephones, or coin devices used to receive toll charges for the transmission of vocal, telegraphic, facsimile or other similar messages or services rendered by any agancy under the jurisdiction of the Kentucky Public Service Commission.

(b) "Token" shall include chips, checks or other articles which may be used to operate a coin machine.

(c) "Department" shall mean the Department of Revenue.

(d) "Person" shall include an individual or an unincorporated association, including a partnership, a limited partnership, or any other form of unincorporated enterprise owned by two or more individuals, or a corporation. Whenever used in any clause prescribing and imposing a fine or imprisonment, or both, the term "person," as applied to a partnership, limited partnership, or any other form of unincorporated enterprise, shall mean the partners or members thereof, and as applied to corporations, the officers thereof.

Section 2. The administration of this Act is hereby vested in the Department of Revenue subject to KRS 131.130 and other provisions of law relating to the Department.

Section 3. Licenses required under this Act shall be procured by the owner of the coin machine provided, however, any operator, lessee, or other person, or their agents or receivers, shall be jointly liable with the owner for procuring the license. The license shall be in the nature of an excise tax for the privilege of engaging in the business of selling goods or services by means of coin machines and shall be based on the number and classification of machines which such person shall operate, permit to be operated, or use for gain. No person shall operate, permit to be operated, or use for gain any coin machine unless a license has been secured as provided in this Act and unless a license seal evidencing payment of the tax has been affixed to the coin machine in such manner as the Department may by regulation prescribe. No person shall operate, permit to be operated, or use for gain any coin machine which does not have on its face instructions as to its operation and what the user of the machine will receive for his purchase. Nothing in this Act shall be construed to legalize the operation of any coin machine otherwise unlawful, and the payment of the tax and the placing of evidence of such payment on an illegal machine shall be no bar to prosecution for such illegal possession or operation. Nothing in this Act shall apply to any coin machine when such machine is kept in a regular place of business of distributors or manufacturers, without being operated, for sale or lease only. Nor shall this Act be construed as authorizing or legalizing such manufacturer or other person to operate for gain such lawful coin machine without license, nor to have in their possession or offer for sale illegal coin machines.

Section 4. Applications for any licenses provided for in this Act shall be made in writing to the Department at its offices in Frankfort, Kentucky, on forms prescribed and furnished by the Department and shall be accompanied by a sworn affidavit that the operation of the coin machines for which license applications are being made is not otherwise prohibited by law.

Section 5. The Department shall issue the licenses provided for in this Act to any person making application therefor as set out herein upon payment of the following taxes:

(a) For each coin machine costing one cent (1¢) to four cents (4¢) to operate, Two Dollars ($2.00) per annum.

(b) For each coin machine costing five cents (5¢) to nine cents (9¢) to operate, Ten Dollars ($10.00) per annum.

(c) For each coin machine costing ten cents (10¢) or more to operate, Fifteen Dollars ($15.00) per annum.

(d) For machines having more than one aperture through which a coin or token may be dropped to operate the machine, the tax shall be the sum determined by applying the rates prescribed above to each aperture provided the total tax for a machine shall not exceed Twenty Dollars ($20.00).

Section 6. Payment of taxes under this Act shall be made by certified or cashier's check.

Section 7. All licenses issued under this Act shall be obtained on or before July 1, and shall expire on the following June 30, of each year; provided, however, any person may procure a license to be effective only between January 1, and June 30, of any year by paying therefor a sum equal to one-half of the annual license fee required herein.

Section 8. Any person required to secure a license and to pay a tax under this Act who shall fail to secure the license and pay the tax at the time required herein shall pay a penalty of twenty per cent (20%) of the amount of the tax due and in addition thereto interest at the rate of one-half of one per cent (½ of 1%) per month on the principal amount of tax during the period in which the tax is due and unpaid.

Section 9. No license shall be transferable except under rules and regulations prescribed by the Department.

Section 10. Whoever violates any of the provisions of this Act shall, upon conviction thereof, be fined not less than Twenty-five Dollars ($25.00) nor more than Five Hundred Dollars ($500.00). Whoever attaches or causes to be attached to a coin machine any fictitious evidence of tax payment pur-

ported to be issued by the Department, or a counterfeit thereof, shall upon conviction thereof be fined not less than One Hundred Dollars ($100.00) nor more than One Thousand Dollars ($1,000.00) and each separate fictitious counterfeit seal so attached or used on a coin machine shall constitute a separate and distinct offense.

Section 11. All moneys and revenues received under the provisions of this Act shall be paid into the State Treasury to the credit of the General Fund.

Section 12. For the administration of this Act there is hereby appropriated out of the General Fund to the Department Twenty-five Thousand Dollars ($25,000.00) for the fiscal year beginning July 1, 1948, and ending June 30, 1949, and Twenty-five Thousand Dollars ($25,000.00) for the fiscal year beginning July 1, 1949, and ending June 30, 1950.

Section 13. If any provision of this Act or the application thereof to any person or circumstances is held invalid, the remainder of the Act and the application of such provisions to other persons or circumstances shall not be effected thereby.

Section 14. All laws and parts of laws in conflict herewith are hereby repealed.

Section 15. The Act is to become effective July 1, 1948.

By Mr. John C. Watts.

H. B. No. 436. An Act to amend and re-enact Section 427.130 of the Kentucky Revised Statutes, so as to include provisions relating to procedure in the case of attachments and garnishments served upon the Commonwealth.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

SECTION I.

Section 427.130 of the Kentucky Revised Statutes is hereby amended and re-enacted to read as follows:

(1) Salaries for sums due state, county, city and school board officers and employees shall be subject to attachment or garnishment.

(2) All sums due any person from the Commonwealth of Kentucky, or any agency or department thereof, and all sums due from any county school board, city or county, shall be subject to attachment or garnishment.

(3) Service of attachments or garnishments upon the Commonwealth of Kentucky shall be made by serving the head of the budget unit, through which the sum due is payable, the Commissioner of Finance, and the State Treasurer. The head of the budget unit, upon the service of an attachment, shall certify to the Commissioner of Finance the amount and the nature of the Commonwealth's obligation to the employee or other creditor. The Commissioner of Finance, in transmitting the warrant to the Treasurer for the payment of a sum subject to an attachment or garnishment, shall accompany the warrant with a written notice of the attachment or garnishment. No attachment or garnishment served upon the Commonwealth shall be valid unless the process shall specify the name of the employee, or other creditor, and the budget unit through which the sum alleged to be due is payable.

SECTION II.

WHEREAS, the present procedure in the service of attachments and garnishments upon the Commonwealth is inadequate, inefficient, and uncertain, an emergency is declared to exist and this Act shall take effect upon its passage and upon approval of the Governor.

By Mr. Baer.

H. B. No. 437. An Act relating to parent and child, with particular relation to the termination of parental rights.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. (1) In a proceeding involving a dependent or neglected child, as defined in KRS 199.010, brought pursuant to the provisions of KRS 199.050 and 199.060, the court may terminate all rights of the parents of such child, and declare the child to be a ward of the state, and vest the care, control and custody of the child in the Division of Child Welfare, or in any child-caring or child-placing agency designated by that division if all of the following circumstances exist:

(a) The Division of Child Welfare or a designated agency is willing to receive the care, custody and control of the child.

(b) The parents have been personally summoned as provided in KRS 199.060; or, where personal service cannot be made, have been constructively summoned as provided in the Civil Code of Practice; or have voluntarily entered their personal appearance in court.

(c) A hearing has been held, of which the parents, or, in the case of constructive service, the warning order attorney, has been given not less than thirty days' notice.

(d) If any parent is a minor or mentally incompetent, a guardian ad litem has been appointed for such parent and the guardian ad litem has been given at least ten days' notice of the hearing.

(e) The court, after the hearing, has found that the child is neglected or dependent; and that the parents are unfit or incompetent to retain their parental rights, or have abandoned or deserted the child, or have substantially and continuously or repeatedly refused, or being financially able have neglected, to give the child parental care and protection.

(2) In the case of an illegitimate child, the parental rights of both parents may be terminated if the circumstances described in subsection (1) of this section exist with respect to the mother.

(3) If the circumstances described in subsection (1) of this section exist with respect to only one of the two legitimate parents, the parental rights of that parent may be terminated, in which case the child shall not be declared to be a ward of

the state, unless with the voluntary consent of the other parent.

(4) Where a child is declared to be a ward of the state pursuant to this section, the Division of Child Welfare or designated agency in which the care, control and custody of the child has been vested, shall thereafter have the unqualified right to give consent to the adoption of such child, and in any adoption proceeding involving such child the parents whose rights have been terminated need not be made parties and their consent shall not be required.

Sec. 2. A judgment terminating parental rights, made pursuant to section 1 of this Act, shall be final, subject to the right of appeal to the circuit court as provided by law for appeals from the county court.

Sec. 3. Where parental rights have been terminated pursuant to this Act, all legal relationships between the parents and child shall cease to exist, the same as if the relationship of parent and child had never existed, except that the child shall retain the right to inherit from the parents under the laws of descent and distribution.

Sec. 4. The Division of Child Welfare shall have authority to institute proceedings under the provisions of KRS 199.050, or to intervene in any such proceeding instituted by another person.

Sec. 5 (1) The parents of any child, or the surviving parent where one parent is deceased, or in the case of an illegitimate child, the mother, may present to the judge of any county court in this state, a written petition setting forth facts establishing that such parents, parent or mother, as the case may be, (a) is unable to provide proper parental care for such child; and (b) is willing to relinquish all parental rights to such child, and alleging that the Division of Child Welfare or a named charitable association or institution which is authorized to place children for adoption, is will to accept commitment of the child.

(2) The petition shall either be accompanied by a statement of willingness to accept commitment of the child, signed

and sworn to by an authorized representative of the Division of Child Welfare or the named charitable association or institution, or such willingness shall be made known in the presence of the court by such a representative.

(3) If it is proved to the satisfaction of the court that termination of parental rights and commitment to the Division of Child Welfare or designated charitable association will be for the benefit of the child, the court may order the child to be so committed with the same effect as a commitment made under Section 1 of this Act. Such order shall be duly recorded in the order book of the county court and a certified copy of the order given to the Division, association or institution accepting the child for placement.

By Mr. Ashcraft.

H. B. No. 438. An Act providing for state aid in the retirement of county road and bridge bonds, in the form of annual payments out of a portion of the proceeds received from the tax on gasoline.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Any county which has an outstanding bonded indebtedness for road and bridge purposes, incurred under the former "State Aid" plan, pursuant to which the proceeds of the bonds were turned over to the State Highway Commission for use by the Commission in constructing and developing the road system, shall be entitled to state aid in the retirement of such bonds as provided by this Act. Each county desiring to take advantage of such aid shall, within ninety days after the effective date of this Act, certify to the Department of Highways and to the State Local Finance Officer, the amount of such outstanding bonds as of the effective date of this Act.

§ 2. One-seventh of the revenue received each year from the tax levied by KRS 138.220 (as amended by House Bill 195 of the 1948 General Assembly) shall be set aside, each year,

to be applied towards the payment of the outstanding bonded indebtedness of each county as certified under the provisions of Section 1 of this Act. Such sum shall be applied in the retirement of the bonds in accordance with regulations prescribed by the County Debt Commission. Payments out of such sum shall be made upon requisition of the State Local Finance Officer.

By Mr. James J. Shannon.

H. B. No. 439. An Act relating to an appropriation made by the 1946 General Assembly to the Eastern State Teachers College for capital outlay.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

So much of the sum of $135,000.00 that was appropriated by Chapter 38 of the Acts of the 1946 General Assembly to the Eastern Kentucky State Teachers College for capital outlay, as remains unencumbered or unexpended at the end of the fiscal year 1947-1948, shall not lapse to the General Expenditure Fund, but shall continue to be abailable for encumbrance or expenditure during the fiscal years 1948-1949 and 1949-1950.

By Messrs. Rogers and Davidson.

H. Res. No. 58. A Joint Resolution authorizing the payment of attorneys' fees authorized by the Division of Game and Fish.

Said resolution is as follows, viz.:

WHEREAS, the Division of Game and Fish lost in Warren County, Kentucky, a Conservation officer as the result of ambush slaying, and

WHEREAS, the Commonwealth's Attorney of the Judicial District containing said county was at such time engaged in the trial of cases in another county of said district, and

WHEREAS, the County Attorney was absent from the county, and

WHEREAS, it was an ambush slaying and a case of purely circumstantial evidence requiring emergency action, which the Commonwealth's Attorney and County Attorney at the time could not give, and

WHEREAS, the Game and Fish Commission employed the law firm of Rodes K. Myers, of Bowling Green, Kentucky, to investigate and prosecute the persons determined by a jury to be guilty of such murder, and

WHEREAS, the law firm of Rodes K. Myers relied upon said contract and entered into said duties prescribed by said contract and has performed the same, and under the terms of said contract will continue to perform such duties until the termination of said prosecution, and

WHEREAS, said contract provided for the payment of a fee of twenty-five hundred dollars ($2500.00), and

WHEREAS, the Attorney General has ruled that the Game and Fish Commission must have authority by law to pay said fee,

NOW, THEREFORE,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That, upon requisition of the Division of Game and Fish, the Commissioner of Finance hereby is directed to issue a warrant in the sum of twenty-five hundred dollars ($2500.00) payable to the law firm of Rodes K. Myers, and the State Treasurer is directed to honor and pay said warrant upon its presentation. Such payment shall be charged to the funds of the Division of Game and Fish.

Ordered that said bills and said resolution be printed and referred to the Committee on Rules.

The Committee on Rules, to which the same has been referred, reported bills and resolutions of the following titles, viz.:

H. B. No. 353. An Act relating to revenue and taxation.

S. B. No. 252. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Districts in order to comply with the meaning and intent of the Constitution with respect to the division of the state into judicial districts; providing for the continuation in office of the present circuit judges and Commonwealth's attorneys and creating the offices of circuit judge and Commonwealth's attorney for the new district established by this Act; and providing for the holding of court in each district affected by this Act.

S. B. No. 200. An Act creating a Sinking Fund Commission to invest certain funds of the Commonwealth, and defining its powers and duties.

H. B. No. 415. An Act changing the classification of the City of Cumberland in Harlan County.

H. B. No. 411. An Act to amend Sections 241.160 and 241.170 of the Kentucky Revised Statutes, relating to the appointment and qualification of City Alcoholic Beverage Administrators.

H. B. No. 410. An Act repealing Section 161.721 of the Kentucky Revised Statutes, relating to continuing contract or tenure rights of school superintendents.

S. B. No. 112. An Act to repeal, amend and re-enact Section 276.060 Kentucky Revised Statutes with respect to authorizing the Kentucky Railroad Commission to employ clerical and other help necessary to enable it to promptly and efficiently perform the duties required of it by the Constitution and Statutes of Kentucky.

S. B. No. 113. An Act repealing Subsection (25) of Section 276.990, Kentucky Revised Statutes and repealing, amending and re-enacting Section 276.480, Kentucky Revised

Statutes, so as to provide a penalty for the violation of any prohibition in said Section 276.480.

H. B. No. 179. An Act to repeal, amend and re-enact Section 276.490 Kentucky Revised Statutes with respect to obstructing or interfering with the duties of the Kentucky Railroad Commission.

H. B. No. 398. An Act amending Section 15.115 of the Kentucky Revised Statutes whereby provision is made for the appointment of four additional assistant attorneys-general and The Department of Highways and making provisions for the salaries of each, the time of payment and the term of appointment.

S. B. No. 155. An Act to amend and reenact KRS 296.255, relating to the investment of funds of domestic life insurance companies.

S. B. No. 156. An Act to amend and re-enact KRS 296.250, relating to investments by domestic insurance companies.

H. B. No. 390. An Act relating to the use of narcotic drugs.

H. B. No. 259. An Act relating to alcoholic beverages, with particular relation to the sale of malt beverages at retail.

H. B. No. 370. An Act entitled an act providing a tax on Greyhound racing and providing how said tax shall be levied and collected and providing the means and method of levying and collecting same and providing penalties for the violation thereof; to provide for a Greyhound Racing Commission; to prescribe its power and duties; to fix its compensation; to provide for holding elections; to provide for licensing such racing and apportioning the moneys derived therefrom; prescribing the hours within which such racing may be conducted; to provide for the selling of combination

or French pools within the enclosure of licensed race tracks; to provide penalties for the violation of this act and repealing any laws in conflict therewith.

H. B. No. 293. An Act prescribing conditions under which certain suits may be instituted and maintained.

S. B. No. 173. An Act to regulate the practice of veterinary medicine, surgery, and dentistry in the Commonwealth of Kentucky.

H. Res. No. 53. A Joint Resolution appropriating from the General Fund the sum of $55.15 as payment to D. D. Gullett of Fanin, Ky.

S. B. No. 183. An Act authorizing the condemnation of lands, rights, with relation to use for oil and gas pipe lines.

With Committee amendment thereto by way of substitute therefor.

H. B. No. 382. An Act relating to hotels.

H. Res. No. 50. A Joint Resolution authorizing the payment of the claims of Charles H. White of Manchester, Ky.

H. B. No. 48. An Act relating to fireworks prohibiting the sale, or the offering or exposing for sale, of fireworks; providing certain exceptions and exemptions and prescribing penalties.

H. B. No. 317. An Act requiring the Department of Highways to construct and operate a bridge across the Cumberland River above Cumberland Falls.

S. B. No. 123. An Act to repeal, amend and re-enact Section 57.340, Kentucky Revised Statutes, relating to statutes and codes furnished to circuit judges.

With the expression of opinion that same should pass.

Whereupon said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and a resolution of the following title, viz.:

H. B. No. 278. An Act to amend subsection (1) of Section 242.230 of the Kentucky Revised Statutes.

With Committee amendment thereto by way of substitute therefor.

H. B. No. 334. An Act relating to the admission of persons to practice law in this State.

With Committee amendments thereto.

H. B. No. 320. An Act repealing Chapter 236 of the Acts of the General Assembly of 1946.

H. Res. No. 37. A Joint Resolution providing for the payment, to the Peoples Bank of Tompkinsville, Kentucky, of certain witness claims allowed by the Monroe Circuit Court.

S. B. No. 204. An Act relating to pawnbrokers.

H. B. No. 408. An Act relating to city utility commissions for the operation, management and control of waterworks plans or systems acquired, constructed or owned by cities of the third class.

Ordered that said bills and said resolution be read at length the second time.

Mr. John C. Watts moved that the Constitutional provision as to the second reading at length of said bills and

said resolution be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolution having been dispensed with, said bills and said resolution were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 166. An Act providing for a supplemental appropriation to the Secretary of State, for the purpose of printing and distributing copies of the Kentucky Constitution.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

There is hereby appropriated to the Secretary of State, out of the General Expenditure Fund in the State Treasury, the sum of $1,200.00 for the purpose of printing 2500 copies of the Constitution of the Commonwealth of Kentucky for free distribution.

WHEREAS, numerous requests from many sources have been made for copies of the constitution and

WHEREAS, no copies of the constitution have been printed for over four years, and

WHEREAS, the present Secretary of State does not have and has not had any copies of the constitution available for distribution, an emergency is hereby declared to exist and this Act shall take effect upon its passage and approval by the Governor.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. J. Holsclaw	Mrs. Rutherford
Jason Alford	Clyde S. Howard	Dr. K. N. Salyer
Earl F. Ashcraft	M. G. Howard	D. B. Saylor
Sidney Baer	Ira W. Hulette	James J. Shannon
Levi Baker	Laban P. Jackson	Paul E. Shannon
Bernhardt Bauer	Kerby Jennings	James S. Shaw
C. E. Baumgardner	Paul S. Jonas	Jesse H. Shelton
Fred Beshear	J. Ernest Jones	Harry Smith
Mrs. Mary Burnett	L. H. Jones	John M. Spaulding
Chas. W. Burnley	Ercel Kozee	Chas. L. Spillman
A. H. Calvert	Harry K. Lowman	G. W. Steinford
Earl W. Christian	W. E. McClure	John M. Stumbo
George I. Cline	F. G. Marquette	G. C. Thornton
Robert Collins	E. H. Martin	W. R. Tipton
Everett T. Cooper	Davis Moore	Wilford S. Travis
Horace T. Cull	Walter Moorman	J. B. Veech
B. G. Davidson	E. C. Mullins	W. J. Ward
G. I. Drury	Stanley Murphy	John C. Watts
Kermit Dwyer	H. M. Pewitt	Lawrence Watts
Henry J. Giles	J. H. Polsgrove	Morris Weintraub
Otto W. Goff	L. W. Preston	Lynn Boyd Wells
N. M. Hamilton	E. F. Prichard	Rodney Whitlow
Dennis Henderson	Ottis Roberts	G. F. Williamson
Carson Hibbitts	F. L. Robinson	Charles W. Wirsch
E. R. Hilton	Amos Runyan	—74

Those who voted in the negative were—

T. A. Noe, Jr.	H. S. Overby	Lilburn S. Rogers

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 51. An Act relating to educational assistance for persons whose fathers died while members of the Armed Forces of the United States during World War II.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. Section 157.070 of the Kentucky Revised Statutes is amended to read as follows:

"Matriculation fees, tuition, books, laboratory fees, graduation fees, and other similar incidental expenses, and, only in the case of institutions of secondary or college grades, room rent and board, required for attendance at any kindergarten, school, college or university of this state that is supported by public funds, shall be paid by the State Board of Education, out of funds appropriated for that purpose, for any resident of this state under thirty years of age whose father (a) died between September 1, 1941, and January 1, 1946, and (b) was a member of the Armed Forces of the United States at the time of his death, and (c) was a resident of Kentucky at the time of entering the Armed Forces.

Sec. 2. Section 157.080 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Kentucky Disabled Ex-Servicemen's Board, or any similar agency that may be created by law in lieu of such board, shall determine the eligibility of persons who make application for the benefits provided in KRS 150.070.

(2) The amounts due to any educational institution under KRS 150.070 shall be paid to the institution on vouchers approved by the State Board of Education, which board shall satisfy itself of the attendance at the institution of the person receiving the benefits, and of the accuracy and reasonableness of the charge submitted to the board by the authorities of the institution.

Sec. 3. Section 157.090 of the Kentucky Revised Statutes is repealed.

Sec. 4. There is hereby appropriated to the State Board of Education, out of the General Expenditure Fund in the State Treasury, the sum of $15,000.00 for each of the fiscal years 1948-1949 and 1949-1950, for the purposes set forth in KRS 157.070 and 157.080 as amended.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to educational assistance for children of members of the Armed Forces who were killed or died as a result of service in the Armed Forces during World War II.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Section 157.070 of the Kentucky Revised Statutes is amended to read as follows:

If a sum is appropriated for the purpose, the matriculation fees, board, room rent, books and supplies for attendance at a state educational institution of secondary or college grade shall be provided for children, not over twenty-four years of age and who have had their domicile in Kentucky for twelve months, of members of the Armed Forces of the United States who were bona fide residents of Kentucky at the time of their entry into active service into the Armed Forces of the United States and who were killed or died between Decembr 7, 1941, and July 26, 1947, as a result of service in the Armed Forces of the United States. Such children may be admitted to state institutions of secondary or college grade free of tuition.

2. Section 157.090 of the Kentucky Revised Statutes is amended to read as follows:

Not more than $216 shall be paid under the provisions of KRS 157.070 for any one child for any one school year. If all of the sum appropriated is not consumed for the purposes provided for in KRS 157.070, the State Board of Education, on recommendation of the Executive Secretary of the Kentucky Disabled Ex-Servicemen's Board, or its successor, may appropriate the balance to children eligible for aid under KRS 157.070 who desire to enroll in vocational, technical or business schools.

3. There is hereby appropriated to the State Board of Education, out of the General Expenditure Fund in the State Treasury, the sum of $15,000.00 for each of the fiscal years 1948-1949 and 1949-1950, for the purposes set forth in KRS 157.070 to 157.090, as amended.

Said Committee amendment to said bill by way of substitute therefor was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. E. Baumgardner	Paul Carter
Jason Alford	Fred Beshear	Earl W. Christian
Roy W. Arnold	Isaac M. Blevins	George I. Cline
Earl F. Ashcraft	Chas. J. Bronston	W. K. Coleman
Sidney Baer	Mrs. Mary Burnett	Robert Collins
Levi Baker	Chas. W. Burnley	Everett T. Cooper
Bernhardt Bauer	A. H. Calvert	Perry M. Cross

Horace T. Cull	Ed Marcum	D. B. Saylor
B. G. Davidson	F. G. Marquette	LeRoy Saylor
G. I. Drury	E. H. Martin	James J. Shannon
Kermit Dwyer	C. D. Moberly	Paul E. Shannon
Henry J. Giles	Davis Moore	James S. Shaw
Otto W. Goff	Walter Moorman	Harry Smith
N. M. Hamilton	Fred H. Morgan	John M. Spaulding
James P. Hanratty	E. C. Mullins	Chas. L. Spillman
Dennis Henderson	Stanley Murphy	G. W. Steinford
Carson Hibbitts	T. A. Noe, Jr.	John M. Stumbo
E. R. Hilton	H. S. Overby	Albert Thomason
C. J. Holsclaw	H. C. Patterson	G. C. Thornton
Clyde S. Howard	H. M. Pewitt	W. R. Tipton
M. G. Howard	J. H. Polsgrove	Wilford S. Travis
Ira W. Hulette	L. W. Preston	J. B. Veech
Laban P. Jackson	E. F. Prichard	W. J. Ward
Kerby Jennings	Hobart Rayburn	John C. Watts
Paul S. Jonas	Ottis Roberts	Lawrence Watts
J. Ernest Jones	F. L. Robinson	Morris Weintraub
L. H. Jones	Lilburn S. Rogers	Lynn Boyd Wells
Ercel Kozee	Amos Runyan	Rodney Whitlow
Harry K. Lowman	Mrs. Rutherford	G. F. Williamson
W. E. McClure	Dr. K. N. Salyer	Charles W. Wirsch

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Resolved that the title thereof be as amended.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Speaker vacated the Chair and designated Mr. Jennings as Speaker Pro Tem.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 354. An Act relating to revenue and taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

SECTION 1. Subsection (1) of Section 138.341 of the Kentucky Revised Statutes, 1946 edition, is amended to read as follows:

"(1) When liquid fuel on which the tax has been paid pursuant to the provisions of KRS 138.210 to 138.340 has been used for the purpose of operating any aircraft engaged in the transportation of persons or property, the purchaser of such liquid fuel so used shall be reimbursed to the extent of ninety percent of the tax paid. No tax shall be refunded except that paid upon such fuel used exclusively in such aircraft motors."

SECTION 2. Subsection (2) of Section 138.342 of the Kentucky Revised Statutes, 1946 edition, is amended to read as follows:

"(2) The Department of Revenue shall audit the application and make such other investigation as it deems necessary to determine whether it constitutes a proper claim. When the Department of Revenue is satisfied that a refund is proper, it shall authorize ninety percent of the amount of the tax paid to be refunded as other refunds are made and the amount refunded shall be deducted from current gasoline tax receipts."

SECTION 3. When the Department of Revenue finds that an application for a refund contains a false or fraudulent statement or that a refund has been fraudulently obtained, the Department of Revenue shall refuse to grant any refunds to the person making such false or fraudulent statement or fraudulently obtaining a refund for a period of two years from the date of such finding.

SECTION 4. Any person who makes a false or fraudulent statement in an application made pursuant to KRS 138.342 for a refund of taxes provided by KRS 138.341 or who fraudulently obtains such a refund or who knowingly aids or assists in making such a false or fraudulent statement or claim for refund, shall be guilty of a misdemeanor, and upon conviction thereof shall be fined not less than one hundred

dollars nor more than five hundred dollars, or imprisoned not exceeding one year, or both, in the discretion of the court.

SECTION 5. Subsection (2) of Section 138.356 of the Kentucky Revised Statutes, 1946 edition, is amended to read as follows:

"(2) There is hereby established a 'Gasoline Tax Refund Expense Account', from which the expenses of the department equal to the cost of administering the provisions of this Act and KRS 138.341 to 138.357, inclusive, except litigation in the recovery of erroneous refunds, shall be paid."

SECTION 6. This Act shall be effective from and after July 1, 1948.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Everett T. Cooper	Paul S. Jonas
Jason Alford	Perry M. Cross	J. Ernest Jones
Earl F. Ashcraft	Horace T. Cull	Ercel Kozee
Sidney Baer	B. G. Davidson	Harry K. Lowman
Levi Baker	G. I. Drury	W. E. McClure
C. E. Baumgardner	Kermit Dwyer	Ed Marcum
Fred Beshear	Otto W. Goff	F. G. Marquette
Isaac M. Blevins	James P. Hanratty	C. D. Moberly
Chas. J. Bronston	Dennis Henderson	Davis Moore
Mrs. Mary Burnett	Carson Hibbitts	Walter Moorman
Chas. W. Burnley	E. R. Hilton	E. C. Mullins
A. H. Calvert	C. J. Holsclaw	T. A. Noe, Jr.
Earl W. Christian	Clyde S. Howard	H. M. Pewitt
George I. Cline	M. G. Howard	L. W. Preston
W. K. Coleman	Ira W. Hulette	E. F. Prichard
Robert Collins	Laban P. Jackson	Ottis Roberts

F. L. Robinson	Jesse H. Shelton	W. J. Ward
Lilburn S. Rogers	Harry Smith	John C. Watts
Glenn Rushing	John M. Spaulding	Lawrence Watts
Mrs. Rutherford	Chas. L. Spillman	Lynn Boyd Wells
Dr. K. N. Salyer	G. W. Steinford	G. F. Williamson
LeRoy Saylor	John M. Stumbo	Charles W. Wirsch
Paul E. Shannon	G. C. Thornton	—68

Those who voted in the negative were—

D. B. Saylor	James J. Shannon	—2

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 77. An Act relating to conspiracy, banding together for unlawful purpose; repealing sections 435.250, 437.110, 437.120, 437.130 and 437.140 of the Kentucky Revised Statutes.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Sections 435.250, 437.110, 437.120, 437.130 and 437.140 of the Kentucky Revised Statutes are hereby repealed.

Said Committee amendment to said bill is as follows, viz.:

An Act to repeal, amend and re-enact Sections 437.110 and 437.120, Kentucky Revised Statutes, relating to conspiracy; banding together for unlawful purpose.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. That Section 437.110, Kentucky Revised Statutes be repealed, amended and re-enacted so that same, when re-enacted shall read as follows:

(1) No two or more persons shall confederate or band themselves together and go forth for the purpose of intimidating, alarming, disturbing or injuring any person, or of taking any person charged with a public offense from lawful custody with the view of inflicting punishment on him or of preventing his prosecution, or of doing any felonious act.

(2) No two or more persons shall confederate or band themselves together and go forth for the purpose of molesting, damaging or destroying any property of another person, whether the property is molested, damaged or destroyed or not.

(3) Any person who violates this section shall be punished by fine or imprisonment, or both, in the discretion of the jury.

Section 2. That Section 437.120, Kentucky Revised Statutes, be repealed, amended and re-enacted so that same, when re-enacted shall read as follows:

If any injury results to any person or property, by reason of any act prohibited by subsection (2) of KRS 437.110, the person engaged, participating, aiding or abetting in such an act shall be punished by fine or imprisonment, or both, in the discretion of the jury, unless death results, in which case the penalty for such offense shall be as now prescribed by law. It shall be no mitigation of the offense under this section that the offender acted through heat or passion or without malice, and the court in trying the case shall so instruct the jury in writing. The persons so confederating or banding together shall be individually and collectively liable in damages, actual and punitive, to the owner of property so damaged or destroyed.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Carson Hibbitts	Hobart Rayburn
Earl F. Ashcraft	E. R. Hilton	Ottis Roberts
Sidney Baer	C. J. Holsclaw	F. L. Robinson
Levi Baker	Clyde S. Howard	Amos Runyan
Bernhardt Bauer	M. G. Howard	Glenn Rushing
C. E. Baumgardner	Ira W. Hulette	Mrs. Rutherford
Fred Beshear	Laban P. Jackson	Dr. K. N. Salyer
Isaac M. Blevins	Kerby Jennings	LeRoy Saylor
Chas. J. Bronston	Paul S. Jonas	Paul E. Shannon
Mrs. Mary Burnett	L. H. Jones	Jesse H. Shelton
Chas. W. Burnley	Ercel Kozee	John M. Spaulding
A. H. Calvert	Harry K. Lowman	Chas. L. Spillman
Paul Carter	W. E. McClure	G. W. Steinford
Earl W. Christian	Ed Marcum	John M. Stumbo
George I. Cline	E. H. Martin	Albert Thomason
W. K. Coleman	C. D. Moberly	G. C. Thornton
Robert Collins	Davis Moore	W. R. Tipton
Everett T. Cooper	Walter Moorman	W. J. Ward
Horace T. Cull	Fred H. Morgan	John C. Watts
B. G. Davidson	E. C. Mullins	Lawrence Watts
G. I. Drury	Stanley Murphy	Morris Weintraub
Kermit Dwyer	H. C. Patterson	Lynn Boyd Wells
Henry J. Giles	H. M. Pewitt	Rodney Whitlow
Otto W. Goff	J. H. Polsgrove	G. F. Williamson
N. M. Hamilton	L. W. Preston	Charles W. Wirsch
James P. Hanratty	E. F. Prichard	—77

There voted in the negative—

Lilburn S. Rogers —1

Resolved that the title thereof be as amended.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

H. B. No. 260. An Act to repeal, amend and re-enact Sections 342.005, 342.020, 342.025, 342.040, 342.055, 342.070, 342.080, 342.095, 342.100, 342.105, 342.110, 342.120, 342.230, 342.270 and 342.395, Kentucky Revised Statutes, relating to Workmen's Compensation.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon the Speaker, in open open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bill to the Senate.

After a time the Enrolling Clerk aforesaid, delivered the original and enrolled copies of said bill duly signed by the President of the Senate into the possession of the Chief Clerk of the House.

Ordered that the Chief Clerk deliver said bill to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

At the instance of the Committee on Rules, the House then took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 356. An Act providing for the investment of funds of the Teachers' Retirement System, and amending KRS 161.430.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 161.430 of KRS be amended and re-enacted so that when re-enacted it shall read as follows:

(1) The board of trustees shall be the trustee of the funds of the retirement system, and shall have full power and responsibility for the investment and disbursement of the funds. No investment shall be made of the funds except in the following:

(a) Obligations of or guaranteed by the United States Government.

(b) Obligations of any state, or of any city in this state of the first, second or third class.

(c) First mortgages on real estate in this state not exceeding fifty percent of the appraised value thereof.

(d) Deposits in banks or trust companies in this state organized under the laws of this state or the United States, when such deposits are interest-bearing at a rate not lower than three percent per annum, and when such deposits are secured by the deposit of security approved by the State Treasurer and the board of trustees.

(e) School Improvement Bonds of school districts when issued as authorized under KRS 162.080 to 162.110, provided that said bonds shall not have been in default for a period of five years before such investment be made.

(f) Revenue Bonds of school districts, when issued as authorized under KRS 162.150 to 162.300, provided that said bonds shall not have been in default for a period of five years before such investment be made.

(g) Revenue Bonds of State Educational Institutions when issued as authorized under KRS 162.310 to 162.380, provided that said bonds shall not have been in default for a period of five years before such investment be made.

Mr. Burnley offered the following amendment to said bill, viz.:

Amend printed copy of H. B. No. 356, on page 1, section (1) (D) line 14, by striking therefrom the word "three" and substituting in lieu thereof the words "two and one-half."

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Henry J. Giles	Fred H. Morgan
Jason Alford	Otto W. Goff	E. C. Mullins
Earl F. Ashcraft	N. M. Hamilton	Stanley Murphy
Levi Baker	James P. Hanratty	T. A. Noe, Jr.
Bernhard Bauer	Carson Hibbitts	H. S. Overby
C. E. Baumgardner	E. R. Hilton	H. M. Pewitt
Fred Beshear	C. J. Holsclaw	J. H. Polsgrove
Isaac M. Blevins	M. G. Howard	L. W. Preston
Chas. J. Bronston	Ira W. Hulette	E. F. Prichard
Mrs. Mary Burnett	Paul S. Jonas	Hobart Rayburn
Chas. W. Burnley	J. Ernest Jones	Ottis Roberts
A. H. Calvert	L. H. Jones	F. L. Robinson
Earl W. Christian	Ercel Kozee	Lilburn S. Rogers
George I. Cline	W. E. McClure	Amos Runyan
W. K. Coleman	F. G. Marquette	Glenn Rushing
Horace T. Cull	E. H. Martin	Mrs. Rutherford
B. G. Davidson	C. D. Moberly	Dr. K. N. Salyer
G. I. Drury	Davis Moore	D. B. Saylor
Kermit Dwyer	Walter Moorman	LeRoy Saylor

Paul E. Shannon	John M. Stumbo	J. B. Veech
Harry Smith	Albert Thomason	W. J. Ward
John M. Spaulding	G. C. Thornton	John C. Watts
Chas. L. Spillman	W. R. Tipton	G. F. Williamson
G. W. Steinford	Wilford S. Travis	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Speaker Pro Tem vacated the Chair and the Speaker resumed the Chair and presided.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 263. An Act to repeal and re-enact Section 243.720 Kentucky Revised Statutes 1946, relating to revenue and taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 243.720 of the Kentucky Revised Statutes 1946 edition is hereby repealed and re-enacted to read as follows:

(1) There is levied upon the use, sale or distribution by sale or gift of distilled spirits a tax of $1.28 on each wine gallon of distilled spirits used, sold or distributed in any container of more or less than one gallon, but the rate of the excise tax on spirits in retail containers of one-half pint shall be eight cents.

(2) There is levied upon the use, sale or distribution by sale or gift of wine, a tax of twenty-five cents on each gallon of wine, and a proportional rate per gallon on the wine used,

sold or distributed in any container of more or less than one gallon, but in no event shall the tax be less than two cents on the sale or distribution of any retail container of wine.

(3) There is levied upon the sale or distribution by sale or gift of malt beverages an excise tax of $1.50 on each barrel of thirty-one gallons and a proportional rate per gallon on malt beverages sold or distributed in any container of more or less than thirty-one gallons.

(4) This section shall not apply to:

(a) Wine manufactured, sold, given away or distributed and used solely for sacramental purposes; or

(b) Distilled spirits and wine purchased by holders of special licenses provided for in KRS 243.320 and 243.330 and purchased and used in the manner authorized by those licenses.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provision of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Robert Collins	C. J. Holsclaw
Jason Alford	Everett T. Cooper	Richard R. Houpt
Earl F. Ashcraft	Perry M. Cross	M. G. Howard
Sidney Baer	Horace T. Cull	Ira W. Hulette
Levi Baker	B. G. Davidson	Kerby Jennings
C. E. Baumgardner	G. I. Drury	Paul S. Jonas
Fred Beshear	Kermit Dwyer	J. Ernest Jones
Isaac M. Blevins	Henry J. Giles	L. H. Jones
Chas. W. Burnley	Otto W. Goff	Ercel Kozee
A. H. Calvert	N. M. Hamilton	Harry K. Lowman
Paul Carter	James P. Hanratty	W. E. McClure
George I. Cline	Carson Hibbitts	F. G. Marquette
W. K. Coleman	E. R. Hilton	E. H. Martin

C. D. Moberly
Walter Moorman
Fred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
H. S. Overby
H. M. Pewitt
L. W. Preston
E. F. Prichard
Hobart Rayburn
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
Glenn Rushing
Mrs. Rutherford
Dr. K. N. Salyer
D. B. Saylor
LeRoy Saylor
Paul E. Shannon
James S. Shaw
Harry Smith
Chas. L. Spillman
G. W. Steinford
Albert Thomason
G. C. Thornton
W. R. Tipton
Wilford S. Travis
J. B. Veech
W. J. Ward
John C. Watts
Lawrence Watts
Lynn Boyd Wells
Rodney Whitlow
G. F. Williamson
Charles W. Wirsch
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Resolved that the title thereof be as aforesaid.

Mr. Prichard moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 371. An Act to repeal and re-enact Section 342.030 Kentucky Revised Statutes 1946, relating to the fees of alcoholic beverage licenses.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 243.030 of Kentucky Revised Statutes 1946 edition, is hereby repealed and re-enacted to read as follows:

The following kinds of distilled spirits and wine licenses may be issued by the Administrator of the Distilled Spirits Unit, the fees for which shall be:

(1) Distiller's license, per annum ..... $ 500.00
(2) Rectifier's license, per annum $1500.00

(3) Blender's license, per annum ..... $ 500.00
(4) Vintner's license, per annum ..... $ 500.00
(5) Wholesaler's license, per annum $1000.00
(6) Retail package license, per annum:
(a) In counties containing cities of the first class ..... $ 600.00
(b) In counties containing cities of the second class ..... $ 500.00
(c) In counties containing cities of the third class ..... $ 400.00
(d) In counties containing cities of the fourth class ..... $ 300.00
(e) In all other counties ..... $ 200.00
(7) Retail drink license, per annum:
(a) In counties containing cities of the first class ..... $ 800.00
(b) In counties containing cities of the second class ..... $ 500.00
(c) In counties containing cities of the third class ..... $ 400.00
(8) Transporter's license, per annum ..... $ 10.00
(9) Dining car license, per annum ..... $ 50.00
(10) Special nonbeverage alcohol vendor's license, per annum ..... $ 2.00
(11) Special industrial alcohol license, per annum ..... $ 2.00
(12) Special nonindustrial alcohol license, per annum ..... $ 2.00
(13) Special agent's or solicitor's license, per annum ..... $ 2.00
(14) Special storage or warehouse license, per annum ..... $ 50.00
(15) Special temporary license, per month or part of month one-sixth of the fees enumerated in subsection (7).
(16) Special private club license, per annum .... $ 150.00
(17) Such other special license as the board may find necessary for the proper regulation and control of the traffic in distilled spirits

and wine and may provide for by pregulation. In fixing the amount of license taxes that are required to be fixed by the board, it shall have regard for the value of the privilege granted

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	E. R. Hilton	Ottis Roberts
Jason Alford	Clyde S. Howard	Lilburn S. Rogers
Roy W. Arnold	Ira W. Hulette	Amos Runyan
Earl F. Ashcraft	Kerby Jennings	Dr. K. N. Salyer
Levi Baker	J. Ernest Jones	D. B. Saylor
Bernhardt Bauer	L. H. Jones	LeRoy Saylor
Fred Beshear	Ercel Kozee	James J. Shannon
Isaac M. Blevins	Harry K. Lowman	Jesse H. Shelton
Mrs. Mary Burnett	W. E. McClure	Harry Smith
Chas. W. Burnley	Ed Marcum	Chas. L. Spillman
A. H. Calvert	F. G. Marquette	John M. Stumbo
George I. Cline	E. H. Martin	Albert Thomason
W. K. Coleman	C. D. Moberly	G. C. Thornton
Robert Collins	Davis Moore	W. R. Tipton
Everett T. Cooper	Walter Moorman	Wilford S. Travis
Horace T. Cull	E. C. Mullins	J. B. Veech
B. G. Davidson	H. S. Overby	W. J. Ward
Kermit Dwyer	H. M. Pewitt	John C. Watts
Henry J. Giles	J. H. Polsgrove	Rodney Whitlow
Otto W. Goff	L. W. Preston	G. F. Williamson
N. M. Hamilton	Hobart Rayburn	Charles W. Wirsch
Carson Hibbitts		—64

Those who voted in the negative were—

C. E. Baumgardner	Fred H. Morgan	James S. Shaw
C. J. Holsclaw	H. C. Patterson	Lynn Boyd Wells
Paul S. Jonas	Paul E. Shannon	—8

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 311. An Act repealing the excise tax on the sale of admission to places of amusement or entertainment.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Sections 138.010, 138.020, 138.030, 138.040, 138.050, 138.060, 138.070, and 138.080 and 137.030 and Subsections (1) and (2) of Section 138.990 of Kentucky Revised Statutes, are hereby repealed.

§ 2. This Act shall become effective on June 30, 1950.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	G. I. Drury	Paul S. Jonas
Earl F. Ashcraft	C. J. Holsclaw	W. E. McClure
Bernhardt Bauer	Richard R. Houpt	Ed Marcum
George I. Cline	M. G. Howard	E. H. Martin
W. K. Coleman	Ira W. Hulette	Walter Moorman

H. M. Pewitt	Paul E. Shannon	Morris Weintraub
J. H. Polsgrove	James S. Shaw	Lynn Boyd Wells
F. L. Robinson	G. W. Steinford	Rodney Whitlow
Amos Runyan	W. R. Tipton	G. F. Williamson
LeRoy Saylor	John C. Watts	Charles W. Wirsch

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Those who voted in the negative were—

Levi Baker	N. M. Hamilton	H. C. Patterson
Fred Beshear	James P. Hanratty	L. W. Preston
Isaac M. Blevins	E. R. Hilton	Hobart Rayburn
Chas. J. Bronston	Clyde S. Howard	Ottis Roberts
Chas. W. Burnley	R. N. Hubbard	Lilburn S. Rogers
A. H. Calvert	Kerby Jennings	James J. Shannon
Paul Carter	Ercel Kozee	Jesse H. Shelton
Robert Collins	F. G. Marquette	Harry Smith
Everett T. Cooper	C. D. Moberly	Albert Thomason
B. G. Davidson	E. C. Mullins	G. C. Thornton
Kermit Dwyer	Stanley Murphy	Wilford S. Travis
Henry J. Giles	T. A. Noe, Jr.	J. B. Veech
Otto W. Goff	H. S. Overby	Lawrence Watts

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And so said bill was rejected.

Mr. Burnley moved that the vote by which said bill was rejected be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Speaker vacated the Chair and designated Mr. Jennings as Speaker Pro Tem.

Mr. John C. Watts moved that the rules be suspended for the purpose of introducing a resolution.

Said motion was agreed to by a majority of the members elected.

Thereupon, a resolution of the following title was introduced, viz.:

By Mr. John C. Watts.

H. Res. No. 59. A Joint Resolution for the benefit of officers and employees of the Senate and employees of the House of Representatives and declaring an emergency.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

Section 1. That there is hereby appropriated from the Legislative Session Fund additional allowances to cover necessary expenses for the following employees and officers of the Senate and House of Representatives, viz.: Assistant Clerks, Enrolling Clerks, Sergeant-at-Arms, Doorkeepers, Cloakroom Keepers, Janitors and Pages, to that compensation provided in KRS 6.230, the sum of $13,098.00.

Section 2. That the Chief Clerk of the Senate shall requisition and the Commissioner of Finance shall draw a warrant for the sum of $6,216.00 on the State Treasurer of the Commonwealth of Kentucky in favor of the Chief Clerk of the Senate. Such Chief Clerk shall forthwith distribute such expense allowances on the basis of the number of days that such employees and officers served during the regular session of the General Assembly in the year 1948, the rate per day to be computed by said Chief Clerk and the Committee on Committees of the Senate on a pro rata basis of the amounts authorized to be paid them by KRS 6.230.

Section 3. The Chief Clerk of the House of Representatives shall requisition and the Commissioner of Finance shall draw a warrant for the sum of $6,882.00 on the State Treasurer of the Commonwealth of Kentucky in favor of the Chief Clerk of the House of Representatives. Such Chief Clerk shall forthwith distribute to the employees and officers of the House of Representatives such expense allowances on the basis of the number of days that such employees and officers served during the regular session of the General Assembly in 1948. The rate per day to be computed by the said Chief

Clerk and the Speaker of the House of Representatives on a pro rata basis of the amounts authorized to be paid them by KRS 6.230.

All Acts or parts of Acts in conflict herewith to the extent of such conflict are hereby repealed.

Whereas, the General Assembly will within a short time adjourn and the employees and officers will depart for various sections of the State, an emergency is hereby declared to exist, and this resolution shall be effective from and after its passage and approval by the Governor of the Commonwealth of Kentucky.

Ordered that said resolution be printed and referred to the Committee on Rules.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 362. An Act to repeal, amend and reenact Section 138.500 of the Kentucky Revised Statutes relating to Revenue and Taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 138.500 of the Kentucky Revised Statutes, 1946 edition, is repealed, amended and reenacted to read as follows:

"No suit shall be maintained in any court on any ground to restrain or delay the collection of tax imposed by KRS 138.020, 138.140, 138.220, 138.360 or 138.460. The aggrieved taxpayer shall pay the tax under protest as and when due, and may at any time within two years from the date of such payment sue the state through the Department of Finance, in an action in any state or federal court having jurisdiction, for recovery of the tax so paid with interest thereon from the date of payment. If it is finally determined that the tax

or any part thereof was wrongfully collected for any reason, the Department of Finance shall issue its warrant on the State Treasurer for the amount of tax adjudged to have been wrongfully collected, together with interest thereon. The State Treasurer shall pay the same at once in preference to other warrants or claims against the state. Such refunds of taxes paid under KRS 138.020 or 138.140 shall be paid out of the General Fund, and such refunds of taxes paid under KRS 138.220, 138.360 or 138.460 shall be paid out of the Road Fund. Separate suits need not be filed for each separate payment made, but recovery may be had in one suit for all sums paid or not barred by the limitation of two years imposed by this section."

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	E. R. Hilton	Walter Moorman
Earl F. Ashcraft	C. J. Holsclaw	E. C. Mullins
Levi Baker	Richard R. Houpt	H. S. Overby
Bernhardt Bauer	Clyde S. Howard	H. M. Pewitt
Fred Beshear	M. G. Howard	L. W. Preston
Isaac M. Blevins	R. N. Hubbard	E. F. Prichard
Mrs. Mary Burnett	Ira W. Hulette	Hobart Rayburn
A. H. Calvert	Kerby Jennings	Ottis Roberts
George I. Cline	Paul S. Jonas	F. L. Robinson
W. K. Coleman	J. Ernest Jones	Lilburn S. Rogers
Robert Collins	L. H. Jones	Amos Runyan
Everett T. Cooper	Ercel Kozee	Dr. K. N. Salyer
Horace T. Cull	W. E. McClure	D. B. Saylor
Owen Deering	Ed Marcum	James J. Shannon
Kermit Dwyer	E. H. Martin	Paul E. Shannon
James P. Hanratty	C. D. Moberly	James S. Shaw

Harry Smith	W. R. Tipton	Lawrence Watts
Chas. L. Spillman	Wilford S. Travis	Morris Weintraub
G. W. Steinford	J. B. Veech	Rodney Whitlow
John M. Stumbo	W. J. Ward	Charles W. Wirsch
G. C. Thornton	John C. Watts	—62

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 359. An Act providing for the protographing, photostating, micro-photographing, microfilming or filming or records and papers of the Governor, Lieutenant-Governor or any state administrative department, agency, commission or institution or the principal officer thereof and authorizing the use of such reproductions for record and copies thereof as evidence.

Said bill is as follows, viz.:

Be it enacted by the General Asembly of the Commonwealth of Kentucky:

Section 1. Whenever the Governor, Lieutenant Governor or any state administrative department, agency, commission or institution or the principal officer thereof shall have, either in whole or in part, any records or papers photographed, photostated, microphotographed, microfilmed or filmed and preserved for record, the originals thereof may be disposed of or destroyed.

Section 2. Any reproductions provided for hereinabove shall be deemed the originals of the records or papers for all purposes, and any fascimiles, certified copies or reproductions thereof, or any prints or enlargements of the re-

productions shall be admissible as evidence in any court or proceeding of this Commonwealth, and shall be prima facie evidence of the facts set forth in and the contents of the original records or papers.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	C. J. Holsclaw	E. F. Prichard
Earl F. Ashcraft	Clyde S. Howard	Hobart Rayburn
Sidney Baer	D. W. Howard	Ottis Roberts
Bernhardt Bauer	M. G. Howard	Lilburn S. Rogers
C. E. Baumgardner	R. N. Hubbard	Amos Runyan
Fred Beshear	Ira W. Hulette	Glenn Fushing
Isaac M. Blevins	Kerby Jennings	Mrs. Rutherford
Chas. J. Bronston	Paul S. Jonas	Dr. K. N. Salyer
Chas. W. Burnley	L. H. Jones	D. B. Saylor
A. H. Calvert	Ercel Kozee	Paul E. Shannon
W. K. Coleman	W. E. McClure	James S. Shaw
Robert Collins	Ed Marcum	Jesse H. Shelton
Everett T. Cooper	F. G. Marquette	Harry Smith
Perry M. Cross	C. D. Moberly	Chas. L. Spillman
Horace T. Cull	Walter Moorman	John M. Stumbo
B. G. Davidson	E. C. Mullins	G. C. Thornton
Owen Deering	T. A. Noe, Jr.	W. R. Tipton
Kermit Dwyer	H. C. Patterson	J. B. Veech
Henry J. Giles	H. M. Pewitt	John C. Watts
N. M. Hamilton	J. H. Polsgrove	Morris Weintraub
E. R. Hilton	L. W. Preston	Rodney Whitlow

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 78. An Act relating to Banks and Trust Companies and Combined Banks and Trust Companies, providing for Permissive Holidays, amending KRS Section 356.085 and 356.193 to conform thereto and repealing all laws in conflict therewith.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. That a new section of the Kentucky Revised Statutes is hereby created providing for permissive holidays for banks and trust companies and combined banks and trust companies, said section to be numbered Section 287.195 and to read as follows:

"287.195. *Permissive Holidays.* Any bank or trust company or combined bank and trust company may apply to the Commissioner of Banking for permission to remain closed on any day of the week fixed by the adoption of a resolution of the Board of Directors of such institution.

If the Commissioner of Banking deems that the public interest will be adequately served thereby, he shall grant to such aplying institution permission to remain closed on such fixed day provided fifteen (15) days' notice of such closing be given the public by posting a statement to such effect in some conspicous place in said institution. Any day upon which such bank or trust company or combined bank and trust company shall, pursuant to such permission and notice, remain closed, shall in respect of such institution be deemed a holiday for all purposes, and no bank or trust company or combined bank and trust company shall be required to permit access to its safe deposit vaults on such day. When a contract by its terms requires the payment of money or the per-

formance of a condition on any such day by or at such institution, such payment may be made or condition performed on the next business day succeeding such day when such institution shall so remain closed, with the same force and effect as if made in accordance with the terms of the contract, and no liability or loss of rights shall result from such delay.

Provided, however, that no such bank or trust company nor combined bank and trust company shall close on any such day during any week in which there occurs any one of the public and legal holidays enumerated in Kentucky Revised Statutes, Section 2.110.

Section 2. Sections 356.085 and Section 356.193 of the Kentucky Revised Statutes, being a part of the Negotiable Instrument Law, are hereby amended and reenacted to conform with Section 1 so that as amended and reenacted they shall read as follows:

"356.085. *When Instrument Payable.* Every negotiable instrument is payable at the time fixed therein, without grace. When the day of maturity falls upon Sunday or a holiday, including such holidays as are provided for in Section 287.195, the instrument is payable on the next succeeding business day."

"356.193. *Computation of Time When Day for Doing Act is Sunday or Holiday.* Where the day or last day for doing any act herein required or permitted to be done falls on Sunday or a holiday, including such holidays as are provided for in Section 287.195, the act may be done on the next succeeding secular or business day.

Section 3. All laws and parts of laws in conflict herewith are hereby repealed to the extent of such conflict.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	C. J. Holsclaw	Hobart Rayburn
Earl F. Ashcraft	Richard R. Houpt	Ottis Roberts
Sidney Baer	Clyde S. Howard	F. L. Robinson
Levi Baker	D. W. Howard	Amos Runyan
Bernhardt Bauer	R. N. Hubbard	Glenn Rushing
C. E. Baumgardner	Ira W. Hulette	Mrs. Rutherford
Fred Beshear	Kerby Jennings	D. B. Saylor
Isaac M. Blevins	Paul S. Jonas	LeRoy Saylor
Chas. J. Bronston	L. H. Jones	James J. Shannon
A. H. Calvert	Ercel Kozee	Paul E. Shannon
Paul Carter	W. E. McClure	James S. Shaw
George I. Cline	Ed Marcum	Harry Smith
W. K. Coleman	F. G. Marquette	Chas. L. Spillman
Robert Collins	E. H. Martin	John M. Stumbo
Everett T. Cooper	Walter Moorman	G. C. Thornton
Perry M. Cross	E. C. Mullins	W. R. Tipton
Horace T. Cull	Stanley Murphy	J. B. Veech
B. G. Davidson	T. A. Noe, Jr.	John C. Watts
Henry J. Giles	H. S. Overby	Lawrence Watts
N. M. Hamilton	H. C. Patterson	Rodney Whitlow
James P. Hanratty	L. W. Preston	G. F. Williamson
E. R. Hilton	E. F. Prichard	Charles W. Wirsch

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Those who voted in the negative were—

C. D. Moberly	Geo. W. Steinford	W. J. Ward
Dr. K. N. Salyer		

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Ward moved that the rules be suspended for the purpose of introducing bills.

Said motion was agreed to by a majority of the members elected.

Thereupon, bills of the following titles were introduced, viz.:

By Mr. Ward.

H. B. No. 440. An Act relating to admission to bail and the giving of bail.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In any case where a person arrested for or charged with a misdemeanor or other criminal offense is entitled to be admitted to bail, or to give bail for his appearance, the judge, magistrate or officer authorized by law to take the bail shall be required to accept a deposit of money in lieu of bail, if tendered in the amount fixed, and shall hold the sum so deposited in accordance with the applicable provisions of the Criminal Code relating to money deposited as bail.

By Mr. Jonas.

H. B. No. 441. An Act relating to the payment of premiums on sheriffs' bonds.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 62.155 of the Kentucky Revised Statutes is amended to read as follows:

With the exception of the sheriff's county levy bond, and with the exception of those bonds upon which the premium is now paid by the state or county under the provisions of KRS 62.150, 64.120 or 64.125, each sheriff shall have a valid claim against the state for the amounts paid by him for premiums on the bonds required of him by law, when the bonds have been executed by an incorporated surety company authorized

to do a surety business in Kentucky, and when the claims are verified by the sheriff's affidavit. This section is intended to supercede subsection (2) of KRS 62.140 with respect to sheriffs whose fees are paid into the State Treasury.

Ordered that said bills be printed and referred to the Committee on Rules.

Mr. John C. Watts moved that the House do now adjourn to meet again at 12:30 o'clock, p. m., Thursday, March 4, 1948.

Said motion was agreed to.

And then the House adjourned.

THURSDAY, MARCH 4, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend O. L. Gilmore, pastor of the First Presbyterian Church, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Chas. W. Burnley	Henry C. Hale
Jason Alford	A. H. Calvert	James P. Hanratty
Roy W. Arnold	Paul Carter	Dennis Henderson
Earl F. Ashcraft	W. K. Coleman	Carson Hibbitts
Sidney Baer	Robert Collins	E. R. Hilton
Levi Baker	Everett T. Cooper	C. J. Holsclaw
Bernhardt Bauer	Perry M. Cross	Richard R. Houpt
C. E. Baumgardner	Horace T. Cull	Clyde S. Howard
Fred Beshear	B. G. Davidson	D. W. Howard
Isaac M. Blevins	Owen Deering	M. G. Howard
Chas. J. Bronston	Kermit Dwyer	R. N. Hubbard
Mrs. Mary Burnett	Henry J. Giles	Ira W. Hulette

Laban P. Jackson
Kerby Jennings
Paul S. Jonas
J. Ernest Jones
L. H. Jones
Ercel Kozee
Harry K. Lowman
W. E. McClure
Ed Marcum
F. G. Marquette
E. H. Martin
C. D. Moberly
Archie R. Moore
Davis Moore
Walter Moorman
Fred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
H. S. Overby
H. C. Patterson
H. M. Pewitt
J. H. Polsgrove
L. W. Preston
E. F. Prichard
Hobart Rayburn
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
Glenn Rushing
Mrs. Rutherford
Dr. K. N. Salyer
D. B. Saylor
LeRoy Saylor
James J. Shannon
Paul E. Shannon
James S. Shaw
Harry Smith
John M. Spaulding
Chas. L. Spillman
G. W. Steinford
John M. Stumbo
Albert Thomason
G. C. Thornton
W. R. Tipton
Wilford S. Travis
J. B. Veech
W. J. Ward
John C. Watts
Lawrence Watts
Lynn Boyd Wells
Rodney Whitlow
G. F. Williamson
Charles W. Wirsch
Mr. Speaker

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Wednesday, March 3, 1948.

Said motion was agreed to.

Mr. Moorman moved that the privilege of the floor be extended to Messrs. L. B. Moorman, Harold Stith, Curtis Brown, Harvey R. Ditto, W. B. Pike, Ralph Stith and Kelly Dowell.

Said motion was agreed to.

Mr. Polsgrove moved that the privilege of the floor be extended to Mr. Orville Stivers.

Said motion was agreed to.

Mr. Blevins moved that the privilege of the floor be extended to Judge Horton, Messrs. Ewell Thompson, G. P. Rice, O'Dell Campbell, Joe Winfrey, Pierce McClure and L. S. Dunigan.

Said motion was agreed to.

Mr. Archie R. Moore moved that the privilege of the floor be extended to Mr. O. D. Hawkins, of Vine Grove, Ky.

Said motion was agreed to.

Mr. Ashcraft moved that the privilege of the floor be extended to Mr. R. F. Flege.

Said motion was agreed to.

Mr. Robinson moved that the privilege of the floor be extended to Mrs. Carver, Mrs. Gosheen, Mrs. Lawrence, Mrs. Boden, Mrs. Charles and Mrs. Shields.

Said motion was agreed to.

Mr. Calvert moved that a bill of the following title, viz.:

H. B. No. 18. An Act relating to hours of work and annual leave for members of the police department in cities of the second or third class.

Which was reported by the Committee on Cities of the Third Class on February 20, 1948, without expression of opinion, which said Report was signed by only one member of the Committee and in violation of the Rules of this House and, therefore, constituting no report, be recommitted.

Without objection, said motion was agreed to and said bill was recommitted

To the Committee on Rules.

The Speaker delivered to the Chief Clerk of this House the following communication, viz.:

March 4, 1948.

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

House Bill 436
House Bill 435
House Res. 59
Senate Bill 90
House Res. 51
Senate Bill 89
Senate Bill 243
House Bill 8
Senate Bill 219
House Bill 397
House Res. 19
House Bill 257
House Bill 66
House Bill 386
House Bill 430
House Bill 351
House Bill 313
Senate Bill 54
Senate Bill 160

A majority of the Rules Committee today have reported the following bills to be acted upon in the Orders of the Day.

House Bill 360
House Bill 361
House Bill 357
House Bill 358
House Bill 255
House Bill 215
House Res. 10
House Res. 15
Senate Res. 19
Senate Res. 5
House Bill 343
House Bill 383
Senate Bill 51
Senate Bill 80
Senate Bill 81
Senate Bill 49
Senate Bill 50
House Bill 402
House Bill 374
House Bill 294
House Bill 340
House Bill 316
House Bill 324
House Bill 246

Very truly yours,

(Sd.) T. HERBERT TINSLEY,
Speaker.

Bills and resolutions of the following titles were introduced, viz.:

By Mr. Murphy.

H. B. No. 442. An Act relating to the adoption of school textbooks, with particular relation to the adoption of a book or books containing the full text of the Kentucky Constitution.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

The State Textbook Commission, at the time of the next adoption of school textbooks, shall adopt at least one textbook, in the field of history or political science, for use in each of the high school and junior high school grades, that contains the full text of the Kentucky Constitution.

By Messrs. Preston and Clyde S. Howard.

H. B. No. 443. An Act relating to the amusement admissions tax; amending subsection (1) of Section 138.020 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (1) of Section 138.020 of the Kentucky Revised Statutes is amended to read as follows:

(1) Except as provided in subsections (4) to (6) of this section, and in KRS 97.130, an excise tax shall be paid on the sale of admission to places of amusement or entertainment at the following rates: Admission charges of less than twenty-one cents shall not be subject to tax; if the admission charge is twenty-one cents to twenty-eight cents, the rate shall be two cents; if the admission charge is twenty-nine cents to thirty-eight cents, the rate shall be three cents; if the admission

charge is in excess of thirty-eight cents and not exceeding one dollar, the rate shall be three cents plus one cent additional for each ten cents or fractional part thereof in excess of thirty-eight cents; if the admission charge is in excess of one dollar, the rate shall be ten cents plus one cent additional for each twenty-five cents or fractional part thereof in excess of one dollar.

By Mr. Polsgrove.

H. B. No. 444. An Act repealing, amending, and re-enacting Section 436.490 of Kentucky Revised Statutes, and imposing license fees, and enabling counties and cities to impose license fees.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 436.490 of the Kentucky Revised Statutes be repealed, amended, and re-enacted so that when repealed, amended, and re-enacted it will read as follows:

Section I. Any person who, either for himself or as an agent or an employee of another wagers money or anything of value on horse races run or about to be run or advertised, posted or reported as being run at any race track in or out of this state, or who engages in any occupation of receiving, making, transmitting, or negotiating, either in person or by messenger, telephone or telegraph, wagers on horse races run or about to be run or advertised, posted, or reported as being run or about to be run in any race track in or out of this state shall, except as hereinafter provided in this act, be deemed guilty of a felony and imprisoned for not less than one nor more than five years.

Section II. Any persons licensed by the State Racing Commission during an authorized race meeting at a track in the State of Kentucky to take wagers made within the enclosure of the race track during a regular meeting, of running, trotting, or pacing races, are exempted from the penalties im-

posed by Section I of this Act, unless violating the other provisions of this act.

Section III. Any person licensed by the Commission on Wagers on racing under the provisions of this Act and not taking such wagers within the enclosure during regular meetings in which running, trotting, and pacing races are being conducted, and such places of business taking such wagers being within counties containing cities of the first, second, and third classes and taking wagers in accordance with the provisions of this Act, are exempted from the penalties provided in Section I of this Act.

Section IV. There is hereby created a Director of Wagers of running, trotting, and pacing races in the Commonwealth of Kentucky. The Director of Wagers shall be appointed by the Governor of the Commonwealth of Kentucky for a term of four years and his salary shall be $5,000.00 per year, and such director with the approval of the Governor shall employ such field representatives as are required to administer and police and regulate the provisions of this Act, not to exceed in the aggregate five for a county containing a city of the first class, three for a county containing a city of the second class, and one for a county containing a city of the third class. The number of such field representatives as stated above shall not affect their jurisdictional police powers as granted under this Act and their jurisdiction shall be coextensive with the State.

Section V. The Director of Wagers in Kentucky shall take the oath prescribed by Section 228 of the Constitution of the Commonwealth of Kentucky and shall execute bond with good and solvent corporate surety in the penal sum of $25,000.00, faithfully to perform the duties of his office. The Director shall require any employee as a field representative to execute a similar bond in such penal sum as he deems necessary, such sum to be not less than $5,000.00 and not more than $25,000.00.

Section VI. The State Racing Commission as provided for under Section 230.020, Kentucky Revised Statutes, shall become, in addition to the other duties imposed upon them by

Chapter 230, Kentucky Revised Statutes, the Commission on Wagers on Horse Racing, running, trotting, and pacing, in the Commonwealth of Kentucky.

Section VII. The Commission of Wagers on Horse Racing, as stated in the preceding Section, shall administer this Act and regulate the wagering of money on horse racing in the Commonwealth of Kentucky.

Section VIII. In addition to the compensation provided for the State Racing Commission under Chapter 230 of Kentucky Revised Statutes, the members of the State Racing Commission shall be paid per diem of $20.00 per day for each meeting which may be called of the State Racing Commission as members of the Wagering Commission not to exceed more than ten days per month. The State Wagering Commission composed of the Director, herein provided for, and the members of the State Racing Commission shall have the following powers, functions, and duties:

1. To adopt reasonable regulations governing the procedure relative to applications for and revocation of licenses and relative to all other matters of which the Commission has jurisdiction consistent with specific provisions of ths Act;

2. To limit in its sound discretion the number of licenses of each kind or class to be issued in this State in counties containing cities of the first, second, and third classes, and to restrict the location of licensed premises;

3. To hold hearings, subpoena witnesses, compel their attendance, administer oaths, examine any person under oath, and require the production of any books or papers relative to the inquiries, regardless of whether witnesses are or not licensees. The power provided in this subsection may be delegated by the Commission to any member of the Commission or to any employee of the Commission with the approval of the Director. Provisions of the Civil Code of Practice apply to subpoenas issued pursuant to this subsection but such subpoenas shall be effective throughout the State and shall be enforceable by a petition to a court of competent jurisdiction. The Commission may pay witnesses the per diem and mileage provided in KRS 421.010.

4. To conduct hearings and to grant, suspend, revoke, or cancel for cause after a hearing, any license provided for in this Act.

5. To make rules and regulations and provide forms that may be necessary to regulate the wagering of money upon horse racing.

Section IX. 1. The Director herein shall have no jurisdiction or powers with the other functions of the State Racing Commission as provided under Chapter 230, KRS, but he shall be the chief administrator of this Act, subject to the supervision of the Commission, as their duties are set forth herein. Said Director shall exercise severally the functions which said Commission not contrary to the provisions of this Act delegates to him.

2. The Director may issue or refuse to issue any state license, provided for herein, authorizing a person to accept wagers on money or anything of value on horse races run or about to be run or advertised, posted, or reported as being run at any race track in or out of this state or who engages in the occupation of receiving, making, transmitting, or negotiating either in person, or by messenger, telephone or telegraph, wagers on horse races run or about to be run or advertised, posted, or reported as being run at any race track in or out of this state.

3. Any person aggrieved by the action of the Director may file a protest by registered mail with said Director within ten days from the date of his ruling and it shall be the duty of said Director to set a hearing for such aggrieved person before the Commission within sixty days from the date he received such protest.

The action of the Commission on any matter before it as a result of a protest of the ruling of the Director shall be final.

Section X. There shall be issued by said Director three classes of licenses, as follows:

1. A license for the taking of wagers in the enclosure of a race track as authorized by the Commission. This license shall be designated as a "Class A" license.

2. A license for taking of wagers beyond the enclosure of a race track as authorized by the Commission. This license shall be designated as a "Class B" license. A "Class B" license is to permit the engaging by any holder thereof in any of the functions provided by said license, except during the period of a regular racing meet at any authorized meeting at any authorized track if such holder of license Class B resides within a radius of fifty miles of the location of said track.

3. No person shall be employed in any position whatsoever by the holder of a Class A or Class B license who does not have a license as an employee. This license shall be known as Class C license.

Section XI. No license for Class A and Class B shall be issued to any person not residing in a county containing a city of the first, second, or third class. License Class C may be issued to any person not residing in counties containing a city of the first, second, or third class for the performance of duties under a holder of either license, Class A or Class B.

Section XII. No person shall receive a license under Class B who has not been a resident of the Commonwealth of Kentucky as evidenced by his being a registered voter therein for more than ten years. The term 'person' as used in this Act shall mean any individual, partnership, or corporation.

Section XIII. All licenses issued under this Act shall be in such form as may be prescribed by regulations of the Commission and shall contain (a) the name and address of the licensee; (b) the number of the license; (c) the type of the license; (d) the description by street and number of the licensed premises; (e) the name and address of the owner of the building in which the licensed premises are located; (f) the expiration date of the license; (g) and a statement in substance that the license shall not be a property or vested right and that it may be revoked at any time pursuant to the provisions of this Act.

Section XIV. Any person, partnership, or corporation, applying for a license under this act shall file an application in the form prescribed by the rules and regulations of the Commission.

Section XV. With such application such applicants shall tender a certified check for the amount of his annual license, payable to the Treasurer of the Commonwealth of Kentucky, and the annual fee for such license shall be as follows: Class A license, $3,000.00 per year; Class B license, $1,500.00 per year; and Class C license $25.00 per year.

Section XVI. (1) Any license issued under the provisions of this act may be revoked by the Director for either one of the following causes:

a. Failure to comply with the rules and regulations prescribed by the State Racing Commission;

b. The violation by, and the conviction of, the holder of any such license of any law defined by the Statutes of the Commonwealth of Kentucky as a felony.

(2) The Director shall have authority to revoke any license by giving the holder of such license by registered mail ten days' notice thereof and in the event the holder of such license is aggrieved by the action of the Director he by registered mail shall file his protest with such director and it shall be the duty of said director to refer the matter to the State Racing Commission within sixty days from the date of the receipt of such protest, and the said State Racing Commission shall determine whether or not said license shall be revoked or continued. The ruling of such Commission shall be final.

Section XVII. Any city or county where such license may be issued may likewise by ordinance fix a license fee, but the amount shall not be more than fifty per cent (50%) of the amount of the state license fee imposed herein. Any license paid in a city shall be credited on any license paid to the county, provided such credit does not exceed fifty per cent (50%) of the county license. Any license paid to a city and a county shall be credited upon the amount of the state license fee, provided that the aggregate thereof does not exceed fifty per cent (50%) of the state license.

Section XVIII. The total number of licenses which may be issued in any county, as provided under this act, shall not exceed the total number of applicants for such licenses within 90 days after the effective date of this action.

Section XIX. Any person who violates any of the provisions of this act, in addition to his license being revoked, shall, as provided in Section I of this act, be deemed guilty of a felony and imprisoned for not less than one nor more than five years.

Section XX. This act shall become effective on July 1, 1948.

Section XXI. All laws or parts of laws inconsistent herewith are hereby repealed.

Section XXII. If any section of this act should be declared, by the courts of Kentucky, unconstitutional, it shall not affect the remainder of the act, it being the intent and purpose of the legislature that the sections of this act are severable and the remainder of the act would have been enacted, irrespective of such section which might be declared to be unconstitutinal.

By Mr. Arnold.

H. B. No. 445. An Act relating to the licensing and employment of automobile mechanics.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. There is hereby created a State Board for the Examination and Registration of Professional Automobile Mechanics, hereinafter designated as the "board." The board shall consist of five members, appointed by the Governor. The terms of the members shall be for four years, and until their successors are appointed and qualified, except that upon appointment of the first members one shall be appointed for one year, one for two years, one for three years, and two for four years. The Governor shall appoint the first members on or before July 1, 1948, and all terms shall be deemed to begin as of that date. The original board shall meet within twenty days after its appointment and organize by the elec-

tion of a chairman, vice chairman and secretary. Thereafter such officers shall be elected annually, for terms of one year.

§ 2. Each member of the board shall be a person who has been engaged in the profession of an automobile mechanic for at least ten years immediately preceding his appointment. The original members shall be authorized to issue licenses to themselves under this chapter, without examination. Therefore, no person may be a member of the board unless he holds a license under this chapter.

§ 3. The board shall hold at least two regular meetings each year. Special meetings may be held at the call of the chairman. Three members shall constitute a quorum.

§ 4. The members of the board shall each receive a per diem of fifteen dollars, and necessary travel expenses, in attending meetings of the board. The board may employ an executive assistant, clerks and inspectors, within the limits of its funds.

§ 5. In order to administer this chapter, the board may issue and revoke licenses, conduct and make regulations for conducting examinations, govern the method and time of making applications for examination, and the time within which an applicant shall be examined after his application has been filed. The board amy promulgate any other reasonable regulations to administer this chapter.

§ 6. Any person who desires to obtain a license as a professional automobile mechanic shall make application to the board, accompanied by a fee of fifteen dollars. He shall then be required to submit to an examination designed to test his practical knowledge and technical knowledge of automobile repairing and maintenance. If he succesfully passes the examination, he shall be issued a license as a professional automobile mechanic.

§ 7. Licenses issued under this chapter shall be valid for the duration of the calendar year in which issued. A license may be renewed each year by paying a renewal fee of five dollars.

§ 8. An applicant failing to pass the first examination may take one reexamination without the payment of an additional fee.

§ 9. No person may operate a garage or similar establishment in which automobiles are repaired for compensation unless he employs in such garage or establishment at least one licensed professional automobile mechanic, and, if he employs more than three automobile mechanics, unless at least one of every three such mechanics is a licensed professional mechanic. For the purposes of this section the employer may count himself as one of the required number of licensed mechanics, if he possesses a license as a professional automobile mechanic.

§ 10. All fees received under this chapter shall be placed in the State Treasury to the credit of a revolving fund for the use of the board in administring this chapter.

§ 11. Any person who violates any provision of this chapter shall be fined not less than fifty dollars nor more than two hundred dollars, or be confined in jail for not less than ten days nor more than thirty days, or both.

By Mr. Hanratty.

H. Res. No. 60. A Joint Resolution authorizing the payment of a sum of money to Mary B. Hale of Christian County, Kentucky, and making an appropriation for that purpose.

Said resolution is as follows, viz.:

Whereas on September 19, 1947, one Garland Hale while serving in the employ of the Department of Welfare of Kentucky as an attendant in the Western State Hospital, was attacked and beaten by an inmate of said hospital, as a result of which the said Garland Hale died within twenty-four hours; and

Whereas the circumstances surrounding the death of the said Garland Hale was such as to impose a moral obligation upon the Commonwealth to compensate his widow for dam-

ages for wrongful death and to provide her with funds with which to pay the funeral expenses of Garland Hale;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That there is hereby appropriated out of the General Expenditure Fund in the State Treasury, the sum of $1,000, for the purpose of compensating Mrs. Mary B. Hale for the wrongful death of her late husband, Garland Hale, for which death the Commonwealth is morally responsible, and to reimburse the said Mary B. Hale for the funeral expenses of the said Garland Hale.

The Commissioner of Finance is hereby authorized and directed to draw his warrant upon the State Treasurer in favor of the said Mary B. Hale of Christian County, Kentucky, in the amount of $1,000, and upon presentation of said warrant the State Treasurer is authorized and directed to pay the same.

By Messrs. Robinson and Wirsch.

H. Res. No. 61. A Joint Resolution ratifying the proposed amendment to the Constitution of the United States.

Said resolution is as follows, viz.:

Whereas, the Eightieth Congress of the Unitet States of America, at the first session did adopt a Joint Resolution proposing the following Amendment to the Constitution of the United States, and which was deposited with the Department of State, United States of America, on March 24, 1947, and a copy of which, signed by the Speaker of the House of Representatives and the Acting President of the Senate Pro-Tem, United States of America, was duly certified to the Governor of this Commonwealth, and which is, in words and figures, as follows:

"Joint Resolution proposing an Amendment to the Constitution of the United States relating to the terms of office of the President.

"Resolved by the Senate and House of Representatives of the United States of America in Congress assembled (two-thirds of each House concurring therein) that;

"The following Article is hereby proposed as an Amendment to the Constitution of the United States, which shall be valid to all intents and purposes as part of the Constitution, when ratified by the legislatures of three-fourths of the several states:

'ARTICLE

'Section 1. No person shall be elected to the office of the President more than twice, and no person who has held the office of President, or acted as President for more than two years of a term to which some other person was elected President, shall be elected to the office of the President more than once. But this Article shall not apply to any person holding the office of President when this Article was proposed by the Congress, and shall not prevent any person who may be holding the office of President, or acting as President, during the term which this Article becomes operative from holding the office of President or acting as President during the remainder of such term.

'Section 2. This Article shall be inoperative unless it shall have been ratified as an Amendment to the Constitution by the legislatures of three-fourths of the several states within seven years from the date of its submission to the States by Congress.' "

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

1. That the foregoing and above recited Amendment to the Constitution of the United States of America be, and the same is, hereby ratified by the General Assembly of the Commonwealth of Kentucky, as an Amendment to the Constitution of the United States.

2. That the Governor of the Commonwealth of Kentucky forthwith forward to the Secretary of State of the United States an autenticated copy of the foregoing Joint Resolution.

By Mr. Archie R. Moore.

H. Res. No. 62. A Joint Resolution authorizing payment of the claim of A. R. Pollock, Sheriff of McLean County, for services rendered in the return of a fugitive from justice, and making an appropriation for the purpose.

Said resolution is as follows, viz.:

Whereas, A. R. Pollock, sheriff of McLean County, rendered services for the Commonwealth in returning to McLean County, from the city of Tulsa, Oklahoma, two fugitives from justice who were duly indicted at the March, 1947, term of the McLean circuit court, and in so doing incurred expenses in the amount of $102.39; and

Whereas, through oversight and inadvertence, no requisition from the Governor was secured for the return of said fugitives, by reason of which the statutes prevent payment of said claim, nothwithstanding that said claim is just and proper;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That there is hereby appropriated out of the General Expenditure Fund in the State Treasury the sum of $102.39 for the purpose of paying the claim of A. R. Pollock, sheriff of McLean County, Kentucky, for expenses incurred in returning certain fugitives from justice who were indicted at the March, 1947, term of the McLean circuit court. The Commissioner of Finance is authorized and directed to issue his warrant upon the State Treasurer in favor of the said A. R. Pollock in the amount of $102.39, and upon receipt of the warrant the State Treasurer is authorized and directed to pay the same.

Ordered that said bills and said resolutions be printed and referred to the Committee on Rules.

The Committee on Rules, to which the same had been referred, reported bills and resolutions as follows, viz.:

H. B. No. 436. An Act amending KRS relating to procedure in case of attachments and garnishments served upon the Commonwealth.

H. B. No. 435. An Act relating to revenue and taxation, providing for license of certain lawful coin operated machines.

H. Res. No. 59. A Joint Resolution for the payment of the Senate and House employees.

S. B. No. 90. An Act relating to Jury Commissioners and amending Section 29.050 of the Kentucky Revised Statutes.

H. Res. No. 51. A Joint Resolution authorizing and directing the payment of the sum of $83.02 to Eugene Limville, for services rendered as circuit court clerk of Robertson County, Kentucky, and appropriatiing that amount from the State Treasury.

S. B. No. 89. An Act relating to redevelopment corporations in cities of the second class, and the clearing, replanning, rehabilitating and reconstruction of substandard, insanitary, slum and blighted areas in such cities, through such.

S. B. No. 243. An Act relating to judicial districts; creating an additional district and making changes in apportionment of counties to the twenty-sixth, thirty-third and thirty-fifth districts.

H. B. No. 8. An Act regulatng the relation between owners and operators of motor vehicles and certain passengers therein.

S. B. No. 219. An Act to provide that building and loan associations may renew and extend the note evidencing such loan.

H. B. No. 397. An Act relating to removal of President, faculty and employees.

H. Res. No. 19. Joint Resolution authorizing the payment of claims to Hunt-Forbes Construction Co., arising out of a contract with the Commonwealth.

H. B. No. 257. An Act relating to motor carriers, with reference to tax on passenger vehicles operated as busses.

H. B. No. 66. An Act relating to poll taxes.

H. B. No. 386. An Act relating to zoning and planning in cities of first class with particular reference to non-conforming uses.

H. B. No. 430. An Act to provide an additional Assistant Commonwealth's Attorney in counties having a population of 200,000.

H. B. No. 351. An Act relating to juries, with particular reference to qualifications.

H. B. No. 313. An Act providing that certain roads be added to the Constitution as part of the State Primary Road System.

S. B. No. 54. An Act relating to the number of voters in election precincts.

S. B. No. 160. An Act relating to boards of registration.

With the expression of opinion that same should pass.

Whereupon said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

H. B. No. 353. An Act relating to revenue and taxation.

S. B. No. 252. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Districts in order to comply with the meaning and intent of the Constitution with respect to the division of the state into judicial districts; providing for the continuation in office of the present circuit judges and Commonwealth's attorneys and creating the offices of circuit judge and Commonwealth's attorney for the new district established by this Act; and providing for the holding of court in each district effected by this Act.

S. B. No. 200. An Act creating a Sinking Fund Commission to invest certain funds of the Commonwealth, and defining its powers and duties.

H. B. No. 415. An Act changing the classification of the City of Cumberland in Harlan County.

H. B. No. 411. An Act to amend Sections 241.160 and 241.170 of the Kentucky Revised Statutes, relating to the appointment and qualification of City Alcoholic Beverage Administrators.

H. B. No. 410. An Act repealing Section 161.721 of the Kentucky Revised Statutes, relating to continuing contract or tenure rights of school superintendents.

S. B. No. 112. An Act to repeal, amend and re-enact Section 276.060 Kentucky Revised Statutes with respect to authorizing the Kentucky Railroad Commission to employ clerical and other help necessary to enable it to promptly and efficiently perform the duties required of it by the Constitution and Statutes of Kentucky.

S. B. No. 113. An Act repealing Subsection (25) of Section 276.990, Kentucky Revised Statutes and repealing, amending and re-enacting Section 276.480, Kentucky Revised Statutes, so as to provide a penalty for the violation of any prohibition in said Section 276.480.

H. B. No. 179. An Act to repeal, amend and reenact Section 276.490 Kentucky Revised Statutes with respect to obstructing or interfering with the duties of the Kentucky Railroad Commission.

H. B. No. 398. An Act amending Section 15.115 of the Kentucky Revised Statutes whereby provision is made for the appointment of four additional assistant attorneys-general and The Department of Highways and making provisions for the salaries of each, the time of payment and the term of appointment.

S. B. No. 155. An Act to amend and re-enact KRS 296.255, relating to the investment of funds of domestic life insurance companies.

S. B. No. 156. An Act to amend and re-enact KRS 296.-250, relating to investments by domestic insurance companies.

H. B. No. 390. An Act relating to the use of narcotic drugs.

H. B. No. 259. An Act relating to alcoholic beverages, with particular relation to the sale of malt beverages at retail.

H. B. No. 370. An Act entitled an act providing a tax on Greyhound racing and providing how said tax shall be levied and collected and providing the means and method of levying and collecting same and providing penalties for the violation thereof; to provide for a Greyhound Racing Commission; to prescribe its powers and duties; to fix its compensation; to provide for holding elections; to provide for licensing such racing and apportioning the moneys derived therefrom; prescribing the hours within which such racing

may be conducted; to provide for the selling of combination or French pools within the enclosure of licensed race tracks; to provide penalties for the violation of this act and repealing any laws in conflict therewith.

H. B. No. 293. An Act prescribing conditions under which certain suits may be instituted and maintained.

S. B. No. 173. An Act to regulate the practice of veterinary medicine, surgery, and dentistry in the Commonwealth of Kentucky.

H. Res. No. 53. A Joint Resolution appropriating from the General Fund the sum of $55.15 as payment to D. D. Gullett of Fanin, Ky.

S. B. No. 183. An Act authorizing the condemnation of lands, rights, with relation to use for oil and gas pipe lines.

With Committee amendment thereto by way of substitute therefor.

H. B. No. 382. An Act relating to hotels.

H. Res. No. 50. A Joint Resolution authorizing the payment of the claims of Charles H. White of Manchester, Ky.

H. B. No. 48. An Act relating to fireworks prohibiting the sale, or the offering or exposing for sale, of fireworks; providing certain exceptions and exemptions and prescribing penalties.

H. B. No. 317. An Act requiring the Department of Highways to construct and operate a bridge across the Cumberland River above Cumberland Falls.

S. B. No. 123. An Act to repeal, amend and re-enact Section 57.340, Kentucky Revised Statutes, relating to statutes and codes furnished to circuit judges.

Ordered that said bills and said resolutions be read at length the second time.

Mr. John C. Watts moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

The Speaker introduced to the members of the House Father C. A. Towell, President of the Kentucky Hospital Association and Director of Hospitals in the Diocese of Covington, Miss Elizabeth D. Simmerman, Secretary of the Kentucky Hospital Association, Major Alvena H. Wood, Superintendent of the Booth Memorial Hospital, and Mr. A. E. Hardgrove, Superintendent of the Norton Infirmary and Treasurer of the Kentucky Hospital Association.

The Speaker vacated the Chair and designated Mr. McClure as Speaker Pro Tem.

ORDERS OF THE DAY

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill of the following title, viz.:

H. B. No. 361. An Act relating to taxation of motor fuels other than gasoline and prescribing the purposes for which such tax may be expended, and amending KRS 138.630 and KRS 138.390.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Section 138.360 of the Kentucky Revised Statutes is amended to read as follows:

An excise tax of seven cents per gallon shall be paid on the use of fuel by any person within this state, when such fuel is used in an internal combustion engine for the generation of power to propel motor vehicles of any kind on the public highways of this state. Two-sevenths of all amounts received by reason of said tax shall be set aside by the Department of Highways for the construction, reconstruction and maintenance of rural and scondary roads and for no other purpose. The tax shall be computed in the manner provided by KRS 138.390 and shall be paid by the user.

2. Section 138.390 of the Kentucky Revised Statutes is amended to read as follows:

(1) To determine the amount of tax due under KRS 138.360, each user shall, not later than the fifteenth day of each calendar month, file with the Department of Revenue, on forms prescribed by the department, monthly reports sworn to by the user showing the total number of gallons of fuel used within this state during the next preceding calendar month.

(2) The tax at the rate of seven cents per gallon of fuel shall be computed on the number of gallons reported as used within this state, and shall constitute the amount of tax payable for the next preceding calendar month.

(3) Reports required in subsection (1) of this section shall be accompanied by a certified or cashier's check, payable to the State Treasurer, for the amount of tax due for the preceding calendar month.

3. Whereas, the first fiscal year for which appropriations are made and set aside to the Department of Highways by this Act will commence on April 1, 1948, and it is essential that the increased tax on motor fuels other than gasoline become effective at the beginning of such fiscal year.

Now, Therefore, an emergency is declared to exist and and this Act shall take effect on April 1, 1948.

Mr. Jennings moved the Previous Question.

Whereupon, the Speaker Pro Tem announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Richard R. Houpt	Ottis Roberts
Jason Alford	Laban P. Jackson	F. L. Robinson
Earl F. Ashcraft	Kerby Jennings	Lilburn S. Rogers
Levi Baker	Paul S. Jonas	Glenn Rushing
Bernhardt Bauer	J. Ernest Jones	Mrs. Rutherford
C. E. Baumgardner	Ercel Kozee	Paul E. Shannon
Isaac M. Blevins	Harry K. Lowman	Harry Smith
Chas. J. Bronston	W. E. McClure	John M. Spaulding
Mrs. Mary Burnett	F. G. Marquette	Chas. L. Spillman
Chas. W. Burnley	C. D. Moberly	G. W. Steinford
A. H. Calvert	Archie R. Moore	John M. Stumbo
Robert Collins	Davis Moore	Albert Thomason
Everett T. Cooper	Walter Moorman	G. C. Thornton
Owen Deering	Fred H. Morgan	W. R. Tipton
Kermit Dwyer	E. C. Mullins	J. B. Veech
Henry J. Giles	Stanley Murphy	W. J. Ward
Henry C. Hale	H. S. Overby	John C. Watts
James P. Hanratty	H. M. Pewitt	Lawrence Watts
Dennis Henderson	J. H. Polsgrove	Lynn Boyd Wells
Carson Hibbitts	L. W. Preston	Rodney Whitlow
C. J. Holsclaw	Hobart Rayburn	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 357. An Act relating to Revenue and Taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. KRS 132.020 is amended and reenacted to read as follows:

An annual ad valorem tax for state purposes of five cents upon each one hundred dollars of value of all real property directed to be assessed for taxation, and twenty-five cents upon each one hundred dollars of value of all money in hand, shares of stock, notes, bonds, accounts and other credits, whether secured by mortgage, pledge or other wise, or unsecured, and fifty cents upon each one hundred dollars of value of all other property directed to be assessed for taxation shall be paid by the owner or person assessed except as provided in KRS 132.030, 132.050, 136.270, 136.300, 136.320, and other sections providing a different tax rate for particular property.

The rates herein prescribed shall apply to all assessments made as of any assessment date in the year 1947 and all subsequent years.

Section 2. KRS 132.050 is amended and reenacted to read as follows:

An annual tax at the rate of ten cents on each one hundred dollars of the fair cash value, based upon the assessed value as of January 1, 1948, and each year thereafter, of all items of direct or contingent indebtedness of customers to

brokers making purchases or sales of securities for them in margin transactions shall be paid by such brokers. This tax shall be for state purposes only, and in lieu of all other ad valorem taxes by the state or by any county, city or other taxing district on such indebtedness to brokers. The assessment, the date thereof, and the equalization and collection of the tax shall be governed by the general laws applicable to intangible personal property other than that referred to in KRS 132.060.

Section 3. KRS 132.220 is amended and reenacted to read as follows:

(1) Money in hand, shares of stock, notes, bonds, accounts and other credits, whether secured by mortgage, pledge or otherwise, or unsecured, and all interest in such property, unless otherwise provided by law shall be listed, assessed and valued as of the beginning of business on January 1, 1948, and of each year thereafter. All other taxable property and all interest in other taxable property shall be listed, assessed and valued as of July 1 of each year unless otherwise provided by law. It shall be the duty of all persons owning or having any interest in any real estate situated in this state or owning or having any interest in any personal property having a taxable situs in this state to list or have listed between July 1 and September 1 of each year such property with the county tax commissioner of the county where it is located, except as otherwise provided by law. All persons in whose name property is properly assessed shall remain bound for the tax, notwithstanding they may have sold or parted with it.

(2) Real property or any interest therein shall be listed in the county or district where it is located, by the owner of the first freehold estate therein, and it shall be assessed without reference to conflicting title. If the owner fails to list the property, the county tax commissioner shall list it. The county tax commissioner may swear witnesses in order to ascertain the person in whose name to make the list.

(3) Real property shall be assessed in the name of the owner, if ascertainable by the tax commissioner, otherwise in the name of the occupant, if ascertainable, and otherwise to "Unknown owner." The undivided real estate of any de-

ceased person may be assessed to the heirs of such person without designating them by name.

Section 4. KRS 132.230 is amended and reenacted to read as follows:

(1) Every person listing his property with the county tax commissioner shall state:

(a) Each separate tract of land, with the number of acres in each tract, the price per acre; the improvements thereon; the name of the nearest resident thereto; where located, giving the election precinct in which it is located; the number of each city lot and the improvements thereon, in what city, in which street, the value of each, and the value of the improvements thereon to the extent that they enhance the value of each lot;

(b) Whether there is any land adjoining his owned by a nonresident of the county or state, giving the name and place of residence of any such owner, if known;

(c) The number of stallions, geldings, mares and colts, their value, and whether of registered or of common or mixed stock, the number of mules, registered jacks, jennets and mule colts, and their value; the number of bulls, steers, cows and calves, their value, and whether of registered or of common or mixed stock;

(d) All other property including the number, denomination and fair cash value of all bonds subject to taxation owned by him with the value thereof on January 1 of the year for which the list is given, unless otherwise provided by law, and such other facts as may be required in the blanks provided.

(2) An error or informality in the description of location or the property, or in the name of the owner or person assessed, shall not invalidate the assessment if the property can with reasonable certainty be located from the description given, in which case the collector may receive the taxes and by his receipt correct the error or informality.

Section 5. KRS 132.270 is amended and reenacted to read as follows:

Every person engaged in the business of receiving property in pledge or as security for money or other things advanced to pawners or pledgers shall return, under oath, the fair cash value of all property so pledged and held on July 1 of each year; except that all intangible personal property referred to in KRS 132.220 so pledged and held shall be reported and valued as of January 1, 1948, and of each year thereafter. Taxes shall be assessed on the value of such property to the person holding it as on other property owned by him and he shall have a lien on the property to secure the amount of tax paid.

Section 6. KRS 132.490 is amended and reenacted to read as follows:

(1) Each county clerk shall, by August 1 of each year, unless the time is extended by the Department of Revenue, make and certify to the various county tax commissioners complete statements of all purchase money notes, mortgage notes, and other obligations for money due, except those owned by banks, trust companies or real estate title insurance companies, as shown by the conveyances, mortgages and liens in his office. The statements shall distinctly show the dates of execution and maturity of the notes or other evidences of indebtedness, the consideration, the date of filing or recording, the amount, and the county of the residence of the owner, payee, beneficial holder thereof or other person liable for taxes thereon.

(2) The statements shall be made to each county tax commissioner of the state as to the notes or other evidences of indebtedness owned or held by persons residing or having their principal place of business in the county of that tax commissioner. Each statement shall cover a period of one year next prior to January 1 of each year beginning with January 1, 1948. The statements shall be sworn to by the clerk before some person authorized to administer oaths, as a complete statement of the facts.

(3) For his services in making these statements, the clerk shall be paid a reasonable compensation by the fiscal court of his county.

Section 7. KRS 132.520 is amended and reenacted to read as follows:

(1) Every bank, trust company, combined bank and trust company, and real estate title insurance company doing business in this state shall, by August 1 of each year, unless the time is extended by the Department of Revenue, file with the department a report sworn to by its president, vice president, treasurer or cashier, showing as of January 1 of each year beginning January 1, 1948:

(a) A list of the notes, bonds or other evidences of indebtedness secured by mortgage or other recorded instrument standing in its name of record that it has assigned or transferred during the preceding year without making a transfer of record, the amount of each, and the name and address of the person to whom each was assigned. Where the name and address of the transferee holding the securities on January 1 of any year is given, any previous transfers of the securities during that year need not be furnished.

(b) A list of the mortgages standing in its name on January 1 that were assigned of record to it during the preceding year with its knowledge and consent, where it has not become the absolute owner of the debt secured thereby, showing the amount of each such mortgage and the name and address of each assignor. Any mortgage assigned to it during any year and paid and released of record prior to January 1 need not be included in the report.

(c) A list of all debenture bonds, collateral trust bonds, notes, certificates and other evidences of indebtedness issued, assigned or transferred by it during the preceding year that are secured by and represent the beneficial interest in stocks, lien notes, bonds or mortgages standing in its name of record, the amount of each such evidence of indebtedness, and the name and address of the person to whom each was assigned or transferred. Where the name and address of the transferee holding the securities on January 1 of any year is given, any previous transfer or assignment of the securities need not be furnished.

(d) A list of all stocks, lien notes, bonds, mortgages, certificates and other evidences of indebtedness that it has

assigned or transferred to any person as security for the issuing of any debenture or collateral trust bonds, the amount of each, and the name and address of the person to whom each was assigned.

(2) The reports required under paragraphs (a) and (b) of subsection (1) of this section need not include sales or pledges from one bank, trust company or combined bank and trust company to another such bank or company, or notes or obligations secured by any recorded instrument executed to a bank, trust company or a combined bank and trust company in which the obligations secured by the instrument are divided among estates or accounts in charge of the bank or company and regularly and properly entered in its records. The provisions of this section do not apply to mortgages made by corporations to trustees to secure bond issues made by them in the regular course of business, except as provided in paragraph (c) of subsection (1) of this section.

(3) The information thus obtained shall be communicated by the department to the county tax commissioner and the board of supervisors of the respective counties in which the true owners of the debts reside.

Section 8. KRS 136.030 is amended and reenacted to read as follows:

(1) The individual stockholders of a corporation shall not be required to list their shares for ad valorem taxation so long as the corporation pays taxes to the State of Kentucky on at least seventy-five percent of its total property, wherever located, provided, however, that bonds and obligations of the United States of America and its possessions and bonds and obligations of the State of Kentucky, its instrumentalities and its political subdivisions and their instrumentalities shall not be considered in the computation of the total property of the corporation, wherever located, nor in the computation of the amount of property upon which the corporation pays ad valorem taxes to the State of Kentucky. In order to obtain this exemption the stockholder must furnish satisfactory proof to the Department of Revenue that at least seventy-five percent of the total propery of the corpora-

tion as hereinabove specified is taxed in the State of Kentucky.

(2) Every corporation organized under the laws of this state, or doing business in this state, whose stock is liable to assessment and taxation under subsection (1) of this section, except banks, trust companies, or combined banks and trust companies doing business in this state and domestic life insurance companies, shall by June 1 of each year make a true and correct report to the Department of Revenue, verified by its president, secretary, treasurer or other chief officer, giving the names and addresses of residents of this state who hold its shares of stock and outstanding bonds as of January 1 previous thereto, and also the transfer of any of its stocks or bonds by residents of this state to nonresidents within thirty days previous to January 1.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	B. G. Davidson	Laban P. Jackson
Jason Alford	Owen Deering	Kerby Jennings
Earl F. Ashcraft	Henry J. Giles	Paul S. Jonas
Levi Baker	Henry C. Hale	Ercel Kozee
Bernhardt Bauer	James P. Hanratty	Harry K. Lowman
C. E. Baumgardner	Dennis Henderson	W. E. McClure
Fred Beshear	Carson Hibbitts	Ed Marcum
Isaac M. Blevins	E. R. Hilton	F. G. Marquette
Mrs. Mary Burnett	C. J. Holsclaw	Archie R. Moore
Chas. W. Burnley	Richard R. Houpt	Davis Moore
A. H. Calvert	Clyde S. Howard	Walter Moorman
Robert Collins	D. W. Howard	Fred H. Morgan
Horace T. Cull	Ira W. Hulette	E. C. Mullins

Stanley Murphy	Mrs. Rutherford	Albert Thomason
H. C. Patterson	Dr. K. N. Salyer	G. C. Thornton
H. M. Pewitt	LeRoy Saylor	W. R. Tipton
L. W. Preston	James J. Shannon	J. B. Veech
Hobart Rayburn	Paul E. Shannon	John C. Watts
F. L. Robinson	Harry Smith	Lawrence Watts
Lilburn S. Rogers	John M. Spaulding	Rodney Whitlow
Amos Runyan	Chas. L. Spillman	G. F. Williamson
Glenn Rushing	John M. Stumbo	Charles W. Wirsch

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Those who voted in the negative were—

Ottis Roberts	W. J. Ward	Lynn Boyd Wells

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Resolved that the title thereof be as aforesaid.

Mr. Clyde S. Howard moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Bauer moved that the rules be suspended and privilege of the floor be extended by Mr. W. E. Hardin.

Said motion was unanimously agreed to.

Mr. James J. Shannon moved that the rules be suspended and the privilege of the floor extended to Messrs. E. C. Moore and C. T. Herndon.

Said motion was unanimously agreed to.

Mr. John C. Watts moved that the rules be suspended and the privilege of the floor extended to Messrs. Howard S. Stephenson and T. F. Reavis.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 255. An Act relating to the State Fair Board.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 247.090 of the Kentucky Revised Statutes is repealed, and in lieu thereof there is enacted the following section:

(1) The State Fair Board shall be composed of nine members, as follows:

(a) The Governor;

(b) The Commissioner;

(c) The Dean of the College of Agriculture of the University of Kentucky; and

(d) Six members appointed from the state at large by the Governor as provided in this section, with due consideration to geographical distribution throughout the state.

(2) The six appointed members of the board shall be appointed for terms of four years and until their successors are appointed and have qualified, except that of the first members appointed three shall be appointed for terms of two years. Appointments shall be so made that at all times the appointed memberships shall be divided equally between members of the two political parties polling the largest number of votes in the state in general elections. The terms of the appointed members shall commence as of the effective date of this section.

(3) In case of a vacancy among the appointed members of the board, the unexpired term so occurring shall be filled by the Governor, who shall appoint a person having the same required qualifications as the person who theretofore held such office.

(4) The board provided for in this section shall replace the State Fair Board provided for in Section 247.090 of the 1946 Edition of the Kentucky Revised Statutes.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to the State Fair Board, with particular relation to the membership thereof and the terms of the members.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 247.090 of the Kentucky Revised Statutes is amended to read as follows:

(1) The State Fair Board shall be composed of nine members, as follows:

(a) The Governor;

(b) The Commissioner;

(c) The Dean of the College of Agriculture of the University of Kentucky; and

(d) Six members appointed from the state at large by the Governor as provided in this section, with due consideration to geographical distribution throughout the state.

(2) The terms of the present six appoint members of the board shall be for four years, dating from the beginning of the terms for which they were respectively appointed, and until their successors are appointed and qualify, the beginning date being calculated as of December 12, 1944, for two terms, December 12, 1945, for two of the terms, and December 12, 1946, for two of the terms. As the terms of each group of two members expire, the Governor shall appoint successors for terms of four years and until their successors are appointed and qualify. Beginning with the appointments to be made for the terms commencing December 12, 1948, one member of the first group of two successor members to be appointed shall be appointed from a list of six nominees consisting of three names from each of the two political parties polling the largest number of votes in the state at general elections submitted to the Governor by the governing body of the Kentucky Purebred Livestock Association; one member of the second such group shall be appointed from a list of six

nominees so submitted by the governing body of the American Saddle Horse Breeders Association; and one member of the third such group shall be appointed from a list of six nominees so submitted by the governing body of the Kentucky Farm Bureau Federation. The other member of each group of two successor members so appointed shall not be of the same political affiliation as the appointee selected from the nominees submitted by the named organizations, it being the intention hereof that of the six members so appointed by the Governor there shall be appointed from each of the two political parties polling the largest number of votes in the state at general elections.

(3) In case of a vacancy among the appointed members of the board, the unexpired term so occurring shall be filled by the Governor, who shall appoint a person having the same required qualifications as the person who theretofore held such office.

Said Committee amendment to said bill by way of substitute therefor was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Fred Beshear	Everett T. Cooper
Jason Alford	Isaac M. Blevins	Perry M. Cross
Roy W. Arnold	Mrs. Mary Burnett	Horace T. Cull
Levi Baker	Chas. W. Burnley	B. G. Davidson
Bernhardt Bauer	A. H. Calvert	Owen Deering
C. E. Baumgardner	Robert Collins	Henry J. Giles

Henry C. Hale	C. D. Moberly	LeRoy Saylor
James P. Hanratty	Archie R. Moore	James J. Shannon
Dennis Henderson	Walter Moorman	Paul E. Shannon
Carson Hibbitts	Fred H. Morgan	Harry Smith
E. R. Hilton	E. C. Mullins	John M. Spaulding
C. J. Holsclaw	Stanley Murphy	Chas. L. Spillman
Richard R. Houpt	T. A. Noe, Jr.	G. W. Steinford
Clyde S. Howard	H. S. Overby	John M. Stumbo
D. W. Howard	H. C. Patterson	Albert Thomason
M. G. Howard	H. M. Pewitt	G. C. Thornton
Ira W. Hulette	L. W. Preston	W. R. Tipton
Laban P. Jackson	E. F. Prichard	J. B. Veech
Kerby Jennings	Hobart Rayburn	W. J. Ward
Paul S. Jonas	F. L. Robinson	John C. Watts
J. Ernest Jones	Ottis Roberts	Lawrence Watts
L. H. Jones	Lilburn S. Rogers	Lynn Boyd Wells
Ercel Kozee	Amos Runyan	Rodney Whitlow
W. E. McClure	Glenn Rushing	Charles W. Wirsch
Ed Marcum	Mrs. Rutherford	
F. G. Marquette	Dr. K. N. Salyer	—76

Resolved that the title thereof be as amended.

Mr. Whitlow moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 215. An Act providing for payments from the proceeds of the sale of electrical energy, of water and of gas service by publicly owned light, water or gas plants to the boards of education of public school districts in which the property or properties of such publicly owned light, or water or gas plants may be located, and providing a method of determining the amount thereof.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Each board of education of a public school district in which is located the property or properties of a publicly owned light, water, or gas plant may each year be paid by the governing board of such plant from the proceeds of the sale of electrical energy, water or gas an amount which shall not exceed that determined by multiplying the book value of the property or properties of such publicly owned light, water or gas plant as of the beginning of each year by the current tax rate levied for school purposes for the school district in which such property or properties may be located. "Book value," as used in this section, means the cost of tangible property plus additions, extensions and betterments, less reasonable depreciation or retirement reserve, and "year" as herein used shall mean the twelve-month period ending June 30. The book value so determined shall be in accordance with standard accounting practices and the books and records of the governing board of such plant or plants shall be subject to inspection by a representative of the board of education of the school district in which the property or properties of such plants may be located and to proper adjustment if found not to comply with the conditions herein stated.

Section 2. Amounts for any year, as provided in Section 1 of this Act, shall be paid to the board of education on or before January 1 of each year.

Section 3. This Act shall not apply to any publicly owned electric plant that is subject to the provisions of KRS 96.820.

Section 4. This Act shall be construed only as an enabling act and shall in no wise confer upon any Board of Education of a public school district authority to require this money to be paid to it.

Mr. Preston offered the following amendment to said bill, viz.:

Amend printed copy of H. B. No. 215 on page 2, line 1, lines 14 to 18, inclusive by striking all of lines 14 to 18, and inserting in lieu thereof:

"practices. No payment may be made under this section except pursuant to a resolution of the governing board of the plants, adopted by a unanimous vote of the members of the board."

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	E. R. Hilton	H. C. Patterson
Levi Baker	C. J. Holsclaw	H. M. Pewitt
C. E. Baumgardner	Richard R. Houpt	J. H. Polsgrove
Fred Beshear	Clyde S. Howard	L. W. Preston
Chas. J. Bronston	D. W. Howard	E. F. Prichard
Mrs. Mary Burnett	Ira W. Hulette	Ottis Roberts
Chas. W. Burnley	Kerby Jennings	F. L. Robinson
A. H. Calvert	J. Ernest Jones	Lilburn S. Rogers
W. K. Coleman	Ercel Kozee	Amos Runyan
Everett T. Cooper	Harry K. Lowman	Glenn Rushing
Perry M. Cross	W. E. McClure	Mrs. Rutherford
Horace T. Cull	Ed Marcum	Dr. K. N. Salyer
B. G. Davidson	Davis Moore	D. B. Saylor
Henry J. Giles	Walter Moorman	James J. Shannon
Henry C. Hale	Fred H. Morgan	Paul E. Shannon
James P. Hanratty	E. C. Mullins	Harry Smith
Carson Hibbitts	T. A. Noe, Jr.	John M. Spaulding

Chas. L. Spillman	Albert Thomason	John C. Watts
John M. Stumbo	W. J. Ward	Rodney Whitlow

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Those who voted in the negative were—

Roy W. Arnold	G. C. Thornton	Lynn Boyd Wells
F. G. Marquette	W. R. Tipton	

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Resolved that the title thereof be as aforesaid.

Mr. Beshear moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

H. Res. No. 10. A Joint Resolution authorizing James A. Newman to sue the Commonwealth of Kentucky.

With Committee amendment thereto.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That James A. Newman is authorized to sue the Commonwealth of Kentucky in Warren Quarterly Court for damages to his car resulting from a collision with a vehicle under the control of the Kentucky National Guard.

Said suit shall be for a sum not in excess of $100.00.

The Attorney General of the Commonwealth of Kentucky may investigate the claim against the Commonwealth herein and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said court or by settlement with the Attorney General shall be paid out of the General Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the circuit court either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or jury as admission of negligence upon the part of the Commonwealth and this resolution shall not be introduced as evidence, nor commented upon in argument to the jury.

Said Committee amendment to said resolution is as follows, viz.:

Amend printed copy of H. Res. No. 10, on page 1, line 13, to strike words "to the Court of Appeals of Kentucky" from line 13 and substitute in lieu thereof the words "as provided for in civil cases."

Said Committee amendment to said resolution was agreed to.

Ordered that said resolution be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, and same having been engrossed, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said resolution in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Chas. W. Burnley	Kermit Dwyer
Jason Alford	A. H. Calvert	Henry J. Giles
Roy W. Arnold	W. K. Coleman	Henry C. Hale
Earl F. Ashcraft	Robert Collins	James P. Hanratty
Levi Baker	Everett T. Cooper	Dennis Henderson
C. E. Baumgardner	Perry M. Cross	Carson Hibbitts
Isaac M. Blevins	Horace T. Cull	E. R. Hilton
Mrs. Mary Burnett	B. G. Davidson	C. J. Holsclaw

Richard R. Houpt	Fred H. Morgan	D. B. Saylor
Clyde S. Howard	E. C. Mullins	LeRoy Saylor
D. W. Howard	T. A. Noe, Jr.	James J. Shannon
M. G. Howard	H. S. Overby	Paul E. Shannon
R. N. Hubbard	H. M. Pewitt	James S. Shaw
Ira W. Hulette	J. H. Polsgrove	Harry Smith
Laban P. Jackson	L. W. Preston	John M. Spaulding
Kerby Jennings	E. F. Prichard	Chas. L. Spillman
J. Ernest Jones	Hobart Rayburn	John M. Stumbo
L. H. Jones	Ottis Roberts	Albert Thomason
Ercel Kozee	F. L. Robinson	G. C. Thornton
Harry K. Lowman	Lilburn S. Rogers	W. R. Tipton
W. E. McClure	Amos Runyan	W. J. Ward
Ed Marcum	Glenn Rushing	John C. Watts
F. G. Marquette	Mrs. Rutherford	Lynn Boyd Wells
C. D. Moberly	Dr. K. N. Salyer	Rodney Whitlow
Walter Moorman		—73

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Jackson moved that the rules be suspended and the privilege of the floor extended to Mr. James B. Hays.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

H. Res. No. 15. Resolution authorizing Coet Shepherd by his statutory guardian or next friend to sue the Commonwealth of Kentucky and the State Highway Department of Kentucky, or either.

With Committee amendments thereto.

Said resolution is as follows, viz.:

Whereas, on the 24th day of July, 1946, Coet Shepherd, a boy about seven years of age, was struck and severely and permanently injured on his head, body and person by a truck owned by the Commonwealth of Kentucky, and being used and operated at the time by an employee of the State Highway Department of Kentucky in the performance of his duty, and within the scope of his employment, on U. S. Highway No. 23 near Oliver, in Greenup County, Kentucky, and

Whereas, the said Coet Shepherd has sustained serious and pernament injuries by reason of the alleged carelessness and negligence of the employee of the said State Highway Department in the conduct of the State's business, therefore,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Coet Shepherd, an infant, of Oliver, Greenup County, Kentucky, be and he is hereby authorized, empowered and permitted by his statutory guardian or next friend to sue the Commonwealth of Kentucky and the State Highway Department of Kentucky, or either, in the Greenup Circuit Court, for such damages as he may have sustained, if any, by reason of injury to his head, body and limbs caused by the carelessness or negligence of the State Highway Department of Kentucky, its agents, servants and employees, and in the event any judgment is recovered by the said Coet Shepherd in said suit as damages, the same shall be paid by the Auditor of Public Accounts by warrant drawn on the State Treasurer. The said Shepherd, the Commonwealth of Kentucky and the State Highway Department, or either, shall have the right to appeal as in any other civil case.

Said Committee amendments to said resolution are as follows, viz.:

Committee Amendment No. 1. Amend printed copy of H. Res. No. 15, on page 2, line 6, by adding at the end thereof the word "alleged."

Committee Amendment No. 2. Amend printed copy of H. Res. No. 15, on page 2, line 13, by adding at the end thereof the words: "Any action filed shall not exceed the sum of $20,000.00."

Said Committee amendments to said resolution were each and severally agreed to.

Ordered that said resolution be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said resolution in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Dennis Henderson	Fred H. Morgan
Jason Alford	Carson Hibbitts	E. C. Mullins
Earl F. Ashcraft	C. J. Holsclaw	T. A. Noe, Jr.
Sidney Baer	Richard R. Houpt	H. C. Patterson
Levi Baker	Clyde S. Howard	H. M. Pewitt
C. E. Baumgardner	D. W. Howard	J. H. Polsgrove
Fred Beshear	M. G. Howard	L. W. Preston
Chas. J. Bronston	R. N. Hubbard	E. F. Prichard
Mrs. Mary Burnett	Ira W. Hulette	Hobart Rayburn
Chas. W. Burnley	Laban P. Jackson	Ottis Roberts
A. H. Calvert	Paul S. Jonas	F. L. Robinson
W. K. Coleman	J. Ernest Jones	Amos Runyan
Robert Collins	L. H. Jones	Glenn Rushing
Everett T. Cooper	Ercel Kozee	Mrs. Rutherford
Horace T. Cull	W. E. McClure	Dr. K. N. Salyer
B. G. Davidson	Ed Marcum	D. B. Saylor
Kermit Dwyer	E. H. Martin	LeRoy Saylor
Henry J. Giles	C. D. Moberly	Paul E. Shannon
Henry C. Hale	Archie R. Moore	James S. Shaw
James P. Hanratty	Davis Moore	Harry Smith

John M. Spaulding	W. R. Tipton	John C. Watts
Chas. L. Spillman	J. B. Veech	Lynn Boyd Wells
Albert Thomason	W. J. Ward	Rodney Whitlow

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

S. Res. No. 19. A Joint Resolution authorizing W. B. Tatum to file suit against the Commonwealth of Kentucky, the Department of Highways and the Highway Patrol, or any one or more of them.

With Committee amendment thereto.

Said resolution is as follows, viz.:

Whereas, on January 16, 1947, while W. B. Tatum was operating his car westwardly on U. S. Highway 60 at a point approximately one mile East of St. Matthews, Kentucky, in Jefferson County, the car of the Highway Patrol then and there being operated by Patrolman John O'Bryan, an employee of the Highway Patrol and the Department of Highways and on the business of the said Highway Patrol and Department of Highways, was then and there operated in such a negligent and careless manner as to cause it to go from the East traffic lanes into the West traffic lane, wherein W. B. Tatum was driving, and run into the car of said W. B. Tatum, thereby damaging the automobile of W. B. Tatum and severely injuring him.

Whereas, his injuries and damages are of an amount greater than $1,000.00 and, therefore, his claim is not one that

can be properly brought before the Board of Claims as is provided for in KRS 176.290.

Now, in order that W. B. Tatum may have his day in court to determine by judicial action the question of negligence, if any, causing said property damage and injuries aforesaid,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That W. B. Tatum, of Louisville, Jefferson County, Kentucky, is authorized to sue the Commonwealth of Kentucky in the Jefferson Circuit Court for damages resulting from personal injuries, medical expense, lost time and damage to his car caused by alleged negligence on the part of employees of the Commonwealth of Kentucky while said employees were in the line of duty as agents of the Commonwealth.

The Attorney General of the Commonwealth of Kentucky may investigate the claim herein and settle same before or after suit is filed if he deems it advisable.

Any amount, recovered in said suit or by settlement with the Attorney General, shall be paid out of the Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

The statute of limitations shall not begin to run in favor of the Commonwealth of Kentucky until this act becomes effective.

No statement in this resolution shall be considered by either the Court or jury as an admission of negligence upon the part of the Commonwealth, and this resolution shall not be introduced as evidence for either party nor commented upon by counsel in argument to the jury.

Said Committee amendment to said resolution is as follows, viz.:

Amend printed copy of S. Res. No. 19 on page 2, section

1, line 3, by inserting the words "not in excess of $35,000.00" between the words "damages" and "resulting" in line 3.

Said Committee amendment to said resolution was agreed to.

Ordered that said resolution be read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said resolution in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. J. Holsclaw	Ottis Roberts
Jason Alford	Richard R. Houpt	F. L. Robinson
Earl F. Ashcraft	Clyde S. Howard	Lilburn S. Rogers
Sidney Baer	D. W. Howard	Amos Runyan
Levi Baker	Ira W. Hulette	Glenn Rushing
Bernhardt Bauer	Laban P. Jackson	Mrs. Rutherford
C. E. Baumgardner	Paul S. Jonas	Dr. K. N. Salyer
Fred Beshear	J. Ernest Jones	D. B. Saylor
Chas. J. Bronston	L. H. Jones	LeRoy Saylor
Mrs. Mary Burnett	Ercel Kozee	Paul E. Shannon
A. H. Calvert	W. E. McClure	James S. Shaw
W. K. Coleman	Ed Marcum	Harry Smith
Robert Collins	E. H. Martin	John M. Spaulding
Everett T. Cooper	Archie R. Moore	Chas. L. Spillman
Perry M. Cross	Davis Moore	John M. Stumbo
Horace T. Cull	Fred H. Morgan	Albert Thomason
B. G. Davidson	E. C. Mullins	W. R. Tipton
Owen Deering	T. A. Noe, Jr.	J. B. Veech
Kermit Dwyer	H. S. Overby	W. J. Ward
Henry J. Giles	J. H. Polsgrove	John C. Watts
Henry C. Hale	L. W. Preston	Lynn Boyd Wells
Dennis Henderson	E. F. Prichard	Rodney Whitlow
E. R. Hilton	Hobart Rayburn	

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

S. Res. No. 5. A Concurrent Resolution providing for payment of the per diem of the late J. T. Linton.

Said resolution is as follows, viz.:

Whereas, the late J. T. Linton was elected to the House of Representatives of this General Assembly at the general election in November, 1945, from the Logan County Legislative District, and

Whereas, the deceased spent considerable time and money in his campaign for nomination and election, and

Whereas, it has heretofore been the custom and precedent of the General Assembly to allow the widow or dependents of deceased members the per diem they would have received, and

Whereas, if the late Representative J. T. Linton had been permitted to serve in the 1946 Session of the General Assembly, to which he was duly and legally elected, he would have received as per diem the sum of $15.00 for each legislative day of the Session as a member thereof: now, therefore,

Be it Resolved by the Senate of the General Assembly of Commonwealth of Kentucky, the House of Representatives Concurring Therein:

That there is hereby appropriated out of the Legislative Session Fund an amount equal to $15.00 for each day of the

present session of the General Assembly, to be paid to Mrs. J. T. Linton, widow of the late Representative J. T. Linton of Logan County, being the per diem the late Representative Linton would have received had he lived to serve during this session to which he was duly elected. The Clerk of the House shall certify the amount specified herein to the Commissioner of Finance, who is hereby directed to draw his warrant upon the State Treasurer in the amount specified herein.

Mr. Noe offered the following amendment to said resolution, viz.:

Amend printed copy of S. Res. No. 5 in House on page 2, at the end of line nine, making a new paragraph:

"All laws, or parts of laws, in conflict herewith, are hereby repealed to the extent of such conflict".

Said amendment to said resolution was agreed to.

Ordered that said resolution be read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said resolution in accordance with the provision of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Chas. J. Bronston	Perry M. Cross
Jason Alford	Mrs. Mary Burnett	Horace T. Cull
Levi Baker	Chas. W. Burnley	B. G. Davidson
Bernhardt Bauer	A. H. Calvert	Owen Deering
C. E. Baumgardner	W. K. Coleman	Kermit Dwyer
Fred Beshear	Robert Collins	Henry J. Giles
Isaac M. Blevins	Everett T. Cooper	Henry C. Hale

James P. Hanratty	Davis Moore	James J. Shannon
Dennis Henderson	Fred H. Morgan	Paul E. Shannon
Carson Hibbitts	E. C. Mullins	James S. Shaw
C. J. Holsclaw	T. A. Noe, Jr.	Harry Smith
Richard R. Houpt	H. S. Overby	John M. Spaulding
D. W. Howard	H. C. Patterson	Chas. L. Spillman
M. G. Howard	H. M. Pewitt	John M. Stumbo
Ira W. Hulette	E. F. Prichard	Albert Thomason
Laban P. Jackson	Ottis Roberts	W. R. Tipton
Paul S. Jonas	F. L. Robinson	J. B. Veech
J. Ernest Jones	Lilburn S. Rogers	W. J. Ward
L. H. Jones	Amos Runyan	John C. Watts
Ercel Kozee	Glenn Rushing	Lawrence Watts
W. E. McClure	Mrs. Rutherford	Lynn Boyd Wells
Ed Marcum	Dr. K. N. Salyer	Rodney Whitlow
C. D. Moberly	D. B. Saylor	G. F. Williamson
Archie R. Moore	LeRoy Saylor	—71

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 343. An Act to repeal, amend, and re-enact Section 276.500, Kentucky Revised Statutes, with respect to limitations of prosecutions and actions by and against common carriers by rail or by water.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 276.500 Kentucky Revised Statutes be, and the same is hereby repealed, amended and re-enacted so as to read as follows, viz.:

276.500 (1) All prosecutions under subsections (8), (16), (17), (18), and (28) of Kentucky Revised Statutes 276.990 shall be commenced within two years after the offense was committed.

(2) All actions at law by common carriers for recovery of their charges, or any part thereof, shall be begun within two years from the time the cause of action accrues, and not after.

(3) All complaints against common carriers for the recovery of damages not based on overcharges shall be filed with the Commission within two years from the time the cause of action accrues, and not after, subject to subsection (5) of this section.

(4) For recovery of overcharges action at law shall be begun or complaints filed with the Commission against common carriers within two years from the time the cause of action accrues, and not after, subject to subsection (5) of this section, except that if claim for the overcharge has been presented in writing to the common carrier within the two-year period of limitation said period shall be extended to include six months from the time notice in writing is given by the common carrier to the claimant or disallowance of the claim, or any part or parts thereof, specified in the notice.

(5) If on or before expiration of the two-year period of limitation in subsection (3) of this section or of the two-year period of limitation in subsection (4) of this section a common carrier begins action under subsection (2) of this section for recovery of charges in respect of the same transportation service, or without beginning action, collects charges in respect of that service, said period of limitation shall be extended to include ninety days from the time such action is begun or such charges are collected by the carrier.

(6) The cause of action in respect of a shipment of property shall, for the purposes of this section, be deemed to accrue upon delivery or tender of delivery thereof by the common carrier, and not after.

(7) The term "overcharges" as used in this section shall be deemed to mean charges for transportation service in ex-

cess of those applicable thereto under the tariffs lawfully on file with the Commission.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dipensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	M. G. Howard	Ottis Roberts
Jason Alford	R. N. Hubbard	F. L. Robinson
Earl F. Ashcraft	Ira W. Hulette	Lilburn S. Rogers
Levi Baker	Laban P. Jackson	Amos Runyan
Bernhardt Bauer	Paul S. Jonas	Glenn Rushing
Fred Beshear	J. Ernest Jones	Mrs. Rutherford
Chas. J. Bronston	Ercel Kozee	LeRoy Saylor
Mrs. Mary Burnett	Harry K. Lowman	James J. Shannon
Chas. W. Burnley	W. E. McClure	Paul E. Shannon
Paul Carter	Ed Marcum	Harry Smith
W. K. Coleman	F. G. Marquette	John M. Spaulding
Robert Collins	E. H. Martin	Chas. L. Spillman
Everett T. Cooper	C. D. Moberly	John M. Stumbo
Perry M. Cross	Archie R. Moore	Albert Thomason
Horace T. Cull	Fred H. Morgan	G. C. Thornton
Henry J. Giles	E. C. Mullins	W. R. Tipton
James P. Hanratty	T. A. Noe, Jr.	J. B. Veech
Dennis Henderson	H. S. Overby	John C. Watts
Carson Hibbitts	H. C. Patterson	Lawrence Watts
E. R. Hilton	H. M. Pewitt	Lynn Boyd Wells
C. J. Holsclaw	J. H. Polsgrove	Rodney Whitlow
Richard R. Houpt	E. F. Prichard	—65

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 383. An Act to repeal, amend and re-enact Section 277.170, Kentucky Revised Statutes, with respect to warning the traveling public of the approach of trains to public highway crossings in Kentucky on any railroad track.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 277.170, Kentucky Revised Statutes, be, and the same is hereby repealed, amended, and re-enacted so as to read as follows, viz.:

Whenever, in the opinion of the Railroad Commission, the public interest requires that a gate be erected or maintained, or a flagman stationed, or an electric warning signal be installed at any highway crossing in the Commonwealth of Kentucky, the Commission shall give to the company owning or operating the railroad written notice that a gate or flagman or an electric danger signal is required at a particular highway crossing in Kentucky.

If a gate is required, the notice shall prescribe the time within which the gate shall be erected, and the character of gate required, and shall designate the hours during which a man shall be kept in charge of the gate.

If a flagman is required, the notice shall designate the hours during which he shall be kept at the crossing. The railroad company shall comply with the provisions of the notice.

The Railroad Commission may authorize the discontinuance of the gate, flagman, or the electric danger signal whenever in its judgment the public interest no longer requires such warning to the traveling public of the approach of trains at said particular public highway crossing on the railroad at that point.

Mr. Burnley offered the following amendment to said bill, viz.:

Amend printed copy of H. B. 383, on page 2, by adding a new paragraph as follows:

"No provision of this act shall be interpreted to compel the Department of Highways to erect any additional signs or signals not now required by law, or which may hereafter be required, or to bear any part of the expense of the additional warnings required hereunder; nor is any authority which the Department of Highways now possesses relative to such crossings removed from it or restricted in any way by this act."

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Kerby Jennings	LeRoy Saylor
Bernhardt Bauer	Paul S. Jonas	John M. Spaulding
Fred Beshear	Archie R. Moore	Chas. L. Spillman
Chas. W. Burnley	Fred H. Morgan	G. C. Thornton
Carson Hibbitts	H. M. Pewitt	J. B. Veech
E. R. Hilton	Hobart Rayburn	W. J. Ward
R. N. Hubbard		

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Those who voted in the negative were—

Bernam Adams	C. E. Baumgardner	W. K. Coleman
Earl F. Ashcraft	Isaac M. Blevins	Robert Collins
Sidney Baer	Mrs. Mary Burnett	Perry M. Cross
Levi Baker	A. H. Calvert	Horace T. Cull

Owen Deering	W. E. McClure	Glenn Rushing
Kermit Dwyer	Ed Marcum	D. B. Saylor
Henry J. Giles	E. H. Martin	James J. Shannon
Henry C. Hale	C. D. Moberly	Paul E. Shannon
Dennis Henderson	Walter Moorman	James S. Shaw
C. J. Holsclaw	E. C. Mullins	Harry Smith
Richard R. Houpt	T. A. Noe, Jr.	G. W. Steinford
Clyde S. Howard	H. S. Overby	John M. Stumbo
D. W. Howard	E. F. Prichard	Albert Thomason
M. G. Howard	Ottis Roberts	John C. Watts
Ira W. Hulette	F. L. Robinson	Lynn Boyd Wells
J. Ernest Jones	Lilburn S. Rogers	Rodney Whitlow
Harry K. Lowman	Amos Runyan	Chas. W. Wirsch

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And so said bill was rejected.

Mr. Marcum moved that the vote by which said bill was rejected be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Bauer moved that the rules be suspended and the privilege of the floor extended to Mr. Boyd Cole.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 80. An Act to repeal, amend and re-enact Section 342.121; to repeal, amend and re-enact Section 342.315; to repeal, amend and re-enact Section 342.316; all being sections of the Kentucky Revised Statutes relating to Workmen's Compensation; and providing for an emergency clause.

With Committee amendment to the title of said bill.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. That Section 342.121 of the Kentucky Revised Statutes be repealed, amended and re-enacted so that the same shall read as follows:

(a) If on a claim for compensation for disability resulting from a subsequent injury by accident any medical question shall be in controversy, or a determination thereof necessary to the proper apportionment of liability therefor, the Board shall refer the case to a panel appointed by it of not less than two nor more than three disinterested physicians in the territory where the controversy occurred, for the purpose of investigating and reporting to the Board on the medical questions involved. The panel shall make its report to the Workmen's Compensation Board in writing with respect to all medical questions at issue or necessary to the apportionment of disability between the subsequent injury and the prior existing disability at the time of employment. The report shall show the date of prior disablement which, if in dispute, shall be deemed a medical question.

(b) The physicians appointed as provided in sub-section (a) of this section shall be allowed necessary traveling expenses and reasonable fees, to be fixed by the Board but not to exceed a fee of twenty dollars to each physician for making such examination and report, plus a reasonable allowance for expenses incurred in making such examination. The board may also allow traveling expenses to the employee. Such fees and expenses so provided by the Board shall be paid out of the Subsequent Injury Fund in cases for subsequent injuries.

(c) The medical panel shall, as soon as practicable after it has completed its consideration of the case, report in writing its findings on every medical question in controversy. The medical panel shall also include in its report a statement indicating the physician or physicians, if any, who appeared before it, and what, if any, medical reports and X-rays were considered by it.

(d) The decision or award in the case shall conform to the findings and conclusions in such report in so far as

restricted to medical questions; provided, however, that any such findings and conclusions may be set aside, reversed or modified, by the Board's award or decision, in case an application for review is made to the Board within ten days after the report is filed with the Board and the interested parties notified, subject, however, to the following special provisions; no such findings of the medical panel shall be subject to review unless specific objections thereto shall be filed with the Board of a party in interest within the time limited in which to apply for review of such report.

(e) The provisions of this Section shall apply only to persons mentioned in KRS 342.120.

2. That Section 342.185 of the Kentucky Revised Statutes be repealed, amended and re-enacted so that the same shall read as follows:

"No proceeding under this act for compensation for an injury or death shall be maintained unless a notice of accident shall have been given to the employer as soon as practicable after the happening thereof and unless a claim for compensation with respect to such injury shall have been made within one year after the date of the accident, or, in case of death, within one year after such death, whether or not a claim has been made by the employee himself for compensation. Such notice and such claim may be given or made by any person claiming to be entitled to compensation or by someone in his behalf. If payments of compensation as such have been made voluntarily, the making of a claim within such period shall not be required, but shall become requisite following the suspension of such voluntary payments. In cases of the disease of silicosis, caused by the inhalation of silica dust, no application for compensation shall be considered unless notice is given and claim is made within three years after the last injurious exposure to silica dust."

3. That Section 342.315 of the Kentucky Revised Statutes be repealed, amended and re-enacted so that the same shall read as follows:

"The Board, or any member thereof, may, upon the application of either party or upon its own motion, appoint a disinterested and duly qualified physician or surgeon to

make any necessary medical examination of the employee and to testify in respect thereto. The physician or surgeon shall be allowed a reasonable fee to be fixed by the Board, not exceeding twenty dollars for each examination and report, except that the Board may allow additional reasonable amounts in extraordinary cases and the reasonable cost of X rays, if any. The Board may allow traveling expenses to the employee or to the physician or surgeon. The traveling expenses and fees allowed under this subsection shall be paid out of the maintenance fund."

4. That Section 342.316 Kentucky Revised Statutes be repealed amended and re-enacted so that the same shall read as follows:

"(a) Procedure with respect to notice of disability or death, and as to the filing of claims and determination thereof in silicosis cases and the compensation payable for disability or death due to such disease shall be the same as in cases of accidental injury or death under the general provisions of the Workmen's Compensation Law, except that the medical testimony in silicosis cases shall be limited to not more than two physicians for each party, and, provided further that the provisions of this act, dealing with procedure in such cases, shall apply to all silicosis cases pending before the Workmen's Compensation Board in which no final award has been made by the Workmen's Compensation Board at the time the provisions of this act became effective.

"Unless notice of disability or death due to silicosis is given to the employer as soon as practicable after the employee has knowledge that he has contracted such disease and claim is made upon the employer within three (3) years from the last injurious exposure to silica dust, all right to compensation for disability or death from silicosis shall be forever barred; provided, however, that notice of such claim shall be deemed waived in case of disability or death where the employer, or his insurance carrier, voluntarily makes payments therefor, or, if the incurrence of the disease or the death of the employee, and its cause was known to the employer, and, provided further, that where compensation has been paid or awarded and payments have been discon-

tinued, whether for disability or death from silicosis, the claim for further compensation must be made within one (1) year after the last payment for compensation.

"(b) In claims for compensation due to silicosis, it must be shown that the employee was exposed to the hazards of the disease of silicosis in his employment within this State for at least two (2) years before his disability or death, provided that no part of such period of two years shall have been more than five years before the last exposure, and only the employer in whose employment the employee was last injuriously exposed to the hazards of such disease and his insurance carrier, if any, on the risk when such employee was last so exposed under such employment during a period of sixty (60) days, shall be liable for compensation payable for disability or death.

"(c) The employer shall not be liable for any compensation for silicosis unless disability results within three (3) years after the last injurious exposure to the hazards of such disease in such employment, or, in case of death, unless death follows continuous disability from such disease, commencing within the period above limited, for which compensation has been paid or awarded, or, timely claim has been made as provided herein and results within ten (10) years after such last exposure.

"(d) The amount of compensation payable for disability due to silicosis, or for death from such disease, and the time and manner of its payment, shall be the same as provided for accidental injury or death under the general provisions of the Workmen's Compensation law, but in no event to exceed such amounts, and, provided further, that the time of the beginning of compensation payments shall be the date of the employee's last injurious exposure to silica dust, or the date of actual disability, whichever is later, and provided further, that in case of death where the employee has been awarded compensation or made timely claim within the period provided for in this act, an employee has suffered continuous disability to the date of his death occurring at any time within ten (10) years from the date of disability, his dependents, if any, shall be awarded compensation for his death as pro-

vided for under the general provisions of the Workmen's Compensation law and this subsection.

"(e) This act shall not apply to cases of silicosis in which the last injurious exposure to the hazards of such disease occurred before March 20, 1944.

"(f) In case of disability or death from silicosis, complicated with tuberculosis of the lungs, compensation shall be payable as for uncomplicated silicosis, provided, however, that silicosis was an essential factor in causing such disability or death.

"(g) If an autopsy has been performed, no testimony relative thereto shall be competent unless the employer or his representative shall have participated therein or been given reasonable opportunity so to do.

"(h) Wherever used in this section "sillicosis" shall mean the characteristic fibrotic conditions of the lungs caused by the inhalation of silica dust.

"(i) No compensation shall be payable for silicosis if the employee at the time of entering the employment of the employer by whom compensation would otherwise be payable, falsely represented himself, in writing, as not having been previously disabled, laid off, or compensated in damages or otherwise, because of such disease, or failed or omitted truthfully to state to the best of his knowledge, in answer to written inquiry made by the employer, the place, duration and nature of previous employment, or, to the best of his knowledge, the previous state of his health.

"(j), Where silicosis is aggravated by other disease or infirmity not itself compensable, or where disability or death from any other cause, not itself compensable is aggravated, prolonged, accelerated or in anywise contributed to by silicosis, the compensation payable shall be reduced and limited to such proportion only of the compensation that would be payable if silicosis were the sole cause of the disability or death as such silicosis, as a causative factor, bears to all causes of such disability or death, such reduction in compensation to be effected by reducing the number of weekly or monthly payments or the amount of such payments as

under the circumstances of the particular case may be for the best interests of the claimant or claimants.

"(k), No compensation for death from silicosis shall be payable to any person whose relationship to the deceased, which, under the provisions of this chapter would give right to compensation, arose subsequent to the beginning of the first compensable disability, save only to afterborn children of a marriage existing at the beginning of such disability."

5. The provisions of this act or chapter shall be construed to be severable; and if any of said provisions are held unconstitutional or otherwise invalid, such invalidity shall not affect the operation of the remaining portions thereof.

6. Whereas, it appears that the present state of the law with respect to claims for disability and death due to silicosis has proven to be so complicated and unworkable as to cause long delay in arriving at an award, and

Whereas, there are now pending numerous claims for disability and death due to silicosis and that a silicosis hazard exists in the State of Kentucky, an emergency is hereby declared to exist and the provisions of this act shall become effective immediately upon its passage and approval by the Governor.

Said Committee amendment to the title of said bill is as follows, viz.:

Amend the title of Senate Bill No. 80 by adding at the end thereof the following: "This Act shall be known as the Lyon, Hayes, Cline, Lowman and Rayburn Bill."

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	M. G. Howard	Ottis Roberts
Earl F. Ashcraft	R. N. Hubbard	F. L. Robinson
Sidney Baer	Ira W. Hulette	Lilburn S. Rogers
Levi Baker	Paul S. Jonas	Amos Runyan
Bernhardt Bauer	J. Ernest Jones	Glenn Rushing
Fred Beshear	L. H. Jones	Mrs. Rutherford
Isaac M. Blevins	Ercel Kozee	Dr. K. N. Salyer
Mrs. Mary Burnett	Harry K. Lowman	D. B. Saylor
Chas. W. Burnley	W. E. McClure	LeRoy Saylor
A. H. Calvert	Ed Marcum	James J. Shannon
Paul Carter	F. G. Marquette	Paul E. Shannon
W. K. Coleman	E. H. Martin	James S. Shaw
Robert Collins	C. D. Moberly	Harry Smith
Everett T. Cooper	Archie R. Moore	John M. Spaulding
Perry M. Cross	Davis Moore	Chas. L. Spillman
Horace T. Cull	Walter Moorman	G. W. Steinford
B. G. Davidson	Fred H. Morgan	John M. Stumbo
Kermit Dwyer	E. C. Mullins	Albert Thomason
Henry J. Giles	T. A. Noe, Jr.	G. C. Thornton
Henry C. Hale	H. S. Overby	J. B. Veech
Dennis Henderson	H. C. Patterson	W. J. Ward
Carson Hibbitts	H. M. Pewitt	Lawrence Watts
E. R. Hilton	J. H. Polsgrove	Lynn Boyd Wells
C. J. Holsclaw	E. F. Prichard	Rodney Whitlow
Richard R. Houpt	Hobart Rayburn	Charles W. Wirsch
D. W. Howard		

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Said amendment to the title of said bill was agreed to.

Resolved that the title thereof be as amended.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 81. An Act to repeal, amend and re-enact Sections 342.285, 342.290 and 342.295 of Kentucky Revised Statutes, relating to appeals in Workmen's Compensation cases and providing an emergency clause.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky, as follows:

That Section 342.285 of the Kentucky Revised Statutes be repealed and re-enacted to read as follows:

(1) An award or order of the board as provided in KRS 342.275, if application for review is not filed as provided for in KRS 342.280, shall be conclusive and binding as to all questions of fact, but either party may, within twenty (20) days after the rendition of such final award or order of the board, by petition appeal to the circuit court that would have jurisdiction to try an action for damages for the injuries if this chapter did not exist, for the review of such order or award, the board and the adverse party being made respondents.

(2) The petition shall state fully the grounds upon which a review is sought, assign all errors relied on and be verified by the petitioner, who shall furnish copies of the petition to the respondents at the time of filing it. Summons shall issue upon the petition directing the adverse party to file answer within fifteen (15) days after service thereof and directing the board to send its entire original record, properly bound, to the clerk of the circuit court, after certifying that such record is its entire original record, which shall be filed by the clerk of the circuit court and such record shall then become and be considered by the circuit court on the review.

(3) No new or additional evidence may be introduced in the circuit court except as to the fraud or misconduct of some person engaged in the administration of this chapter and affecting the order, ruling or award, but the court shall otherwise hear the cause upon the record as certified by the board and shall dispose of the cause in summary manner, its review being limited to determining whether or not:

(a) The board acted without or in excess of its powers;

(b) The order, decision or award was procured by fraud;

(c) The order, decision or award is not in conformity to the provisions of this chapter; and

(d) If findings of fact are in issue, whether such findings of fact support the order, decision or award.

(4) The board and each party may appear in such review proceedings; the court shall enter judgment affirming, modifying or setting aside the order, decision or award, or in its discretion remanding the cause to the board for further proceedings in conformity with the direction of the court. The court may, before judgment and upon a sufficient showing of fact, remand the cause to the board.

2. That Section 342.290 of Kentucky Revised Statutes be repealed and re-enacted so that the same shall read as follows:

(1) Where an amount sufficient under Kentucky Revised Statute 21.060 to authorize an appeal to the Court of Appeals is involved, the judgment of the circuit court shall be subject to appeal to the Court of Appeals. The scope of review by the Court of Appeals shall include all matters subject to review by the circuit court and also errors of law arising in the circuit court and upon appeal made reviewable by the civil code of procedure where not in conflict with this chapter.

(2) The procedure as to appeal to the Court of Appeals shall be the same as in civil actions, so far as it is applicable to and not in conflict with this chapter, except as follows:

(a) The appellant shall file with the clerk of the circuit court, together with proof or acknowledgment of service a schedule which indicates the portions of the record to be incorporated into the transcript of the record to be used on appeal to the Court of Appeals. Should the appellee or his counsel desire additional portions of the record incorporated into the record to be filed in the Court of Appeals, he may file with the clerk of the circuit court his schedule also within ten (10) days thereafter (unless the time is extended by order of the circuit court or the Court of Appeals), indicating the additional portions of the record desired by him. Previded,

however, that if the original record of the Workmen's Compensation Board is desired by either party on appeal to the Court of Appeals, it shall not be necessary for the clerk of the circuit court to copy said original record into the transcript, but the same shall be and become a part of the transcript and shall be forwarded to the Clerk of the Court of Appeals as a part of the record upon appeal to said court. The Clerk shall not be entitled to any transcript fee for such original record.

(3) The clerk of the circuit court will transmit to the Court of Appeals as the transcript of the record only those portions of the record of the lower court as are designated by the parties as above.

3. That section 342.295 be repealed and re-enacted so that the same shall read as follows:

The circuit court or the Court of Appeals, may make such rule or order as it may deem necessary for the safe keeping, transporting and return of such original records of the Workmen's Compensation Board to the said board when the judgment in the case becomes final. When any appeal has become final the Clerk of the Court of Appeals shall return such original record to the Workmen's Compensation Board, who shall safely keep the same. At all times thereafter such record shall remain a part of the record of the case in the Court of Appeals, though kept in the possession of the Workmen's Compensation Board.

Whereas, it appears that in numerous instances the records in cases before the Workmen's Compensation Board are unusually large, requiring considerable time to copy the entire record for appeal to the circuit court, and likewise requiring considerable time to copy the record for the Court of Appeals, all of which in many instances causes unusual delay in the final determination of such cases, an emergency is hereby declared to exist and provisions of this act shall become effective immediately upon its passage and approval by the Governor.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Bernam Adams	Richard R. Houpt	Ottis Roberts
Jason Alford	M. G. Howard	F. L. Robinson
Sidney Baer	R. N. Hubbard	Amos Runyan
Levi Baker	Ira W. Hulette	Glenn Rushing
Bernhardt Bauer	Kerby Jennings	Dr. K. N. Salyer
Fred Beshear	Paul S. Jonas	D. B. Saylor
Isaac M. Blevins	L. H. Jones	Leroy Saylor
Mrs. Mary Burnett	Ercel Kozee	James J. Shannon
Chas. W. Burnley	Harry K. Lowman	Paul E. Shannon
Paul Carter	W. E. McClure	James S. Shaw
W. K. Coleman	Ed Marcum	Harry Smith
Robert Collins	C. D. Moberly	John M. Spaulding
Everett T. Cooper	Davis Moore	Chas. L. Spillman
Horace T. Cull	Walter Moorman	G. W. Steinford
Owen Deering	Fred H. Morgan	John M. Stumbo
Kermit Dwyer	E. C. Mullins	Albert Thomason
Henry J. Giles	H. S. Overby	J. B. Veech
James P. Hanratty	H. C. Patterson	W. J. Ward
Dennis Henderson	H. M. Pewitt	Lawrence Watts
Carson Hibbitts	J. H. Polsgrove	Lynn Boyd Wells
E. R. Hilton	E. F. Prichard	Rodney Whitlow
C. J. Holsclaw	Hobart Rayburn	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. Lowman moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Baer moved that the rules be suspended and the privilege of the floor extended to Mr. and Mrs. Frank Green and Mr. Howard Watts.

Said motion was unanimously agreed to.

Mr. Thornton moved that the rules be suspended and the privilege of the floor extended to Mr. and Mrs. Chas. Marshall.

Said motion was unanimously agreed to.

Mrs. Rutherford moved that the rules be suspended and the privilege of the floor extended to Mr. J. W. Gaines.

Said motion was unanimously agreed to.

Mr. Arnold moved that the rules be suspended and the privilege of the floor extended to Mr. M. W. Seay.

Said motion was unanimously agreed to.

Mr. Carter moved that the rules be suspended and the privilege of the floor extended to Messrs. S. J. Moore, C. S. Hagen, Cecil Lynn, D. R. Downing, W. Y. Wood and W. R. Glore.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 51. An Act making provisions for an Agricultural Production and Marketing Commission; prescribing its membership, powers and duties; providing for the furnishing of assistance, cooperation and facilities by other state agencies; and providing for a report.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. There is created an Agricultural Production and Marketing Commission, to consist of fifteen members. The Commissioner of Agriculture, Labor and Statistics shall be

ex officio a member and chairman of the Commission. The other fourteen members shall be appointed by the Governor, forthwith upon the taking effect of this Act. The Governor shall designate one of the members appointed by him as vice-chairman of the Commission. The Commission shall continue in existence until December 31, 1949, whereupon its existence shall terminate.

2. It shall be the duty of the Agricultural Production and Marketing Commission to make a complete and thorough study and survey of the production, marketing, transportation, processing and use of each agricultural commodity produced in Kentucky, on the basis of each individual county and upon the basis of the state as a whole. In so doing, the Commission shall have authority to obtain information and to receive cooperation and assistance from any public agency, state or federal. Every state agency, at the request of the Commission, shall make available to the Commission such information, statistics and reports as are at the disposal of such agency, and shall cooperate with the Commission by furnishing personnel and facilities to assist in performing the functions of the Commission.

3. Not later than October 15, 1949, the Commission shall present to the Governor a written report embodying the results of its study and survey, together with such recommendations as the Commission shall deem desirable. The Governor shall cause the report to be printed and submitted to the General Assembly at its 1950 Regular Session.

4. The members of the Commission shall be reimbursed for the actual and necessary traveling expenses, including board and loding, incurred in attending meetings of the Commission and otherwise in the performance of their duties, the same to be paid out of any fund available for that purpose. The members shall not receive any per diem or other compensation for their services. The Commission shall meet from time to time upon the call of the chairman, at a time and place designated in the call, or shall meet at the request of the Governor at a time and place designated by the Governor.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Henry C. Hale	Joe E. Nunn
Jason Alford	Dennis Henderson	J. H. Polsgrove
Earl F. Ashcraft	Carson Hibbitts	E. F. Prichard
Sidney Baer	E. R. Hilton	Hobart Rayburn
Levi Baker	C. J. Holsclaw	Ottis Roberts
Bernhardt Bauer	Richard R. Houpt	Amos Runyan
C. E. Baumgardner	Clyde S. Howard	Mrs. Rutherford
Fred Beshear	D. W. Howard	Dr. K. N. Salyer
Isaac M. Blevins	M. G. Howard	D. B. Saylor
Chas. J. Bronston	R. N. Hubbard	James J. Shannon
Mrs. Mary Burnett	L. H. Jones	Paul E. Shannon
Chas. W. Burnley	Ercel Kozee	Harry Smith
A. H. Calvert	Harry K. Lowman	G. W. Steinford
Paul Carter	W. E. McClure	John M. Stumbo
W. K. Coleman	Ed Marcum	G. C. Thornton
Robert Collins	F. G. Marquette	J. B. Veech
Everett T. Cooper	C. D. Moberly	W. J. Ward
Horace T. Cull	Archie R. Moore	Lawrence Watts
Owen Deering	Walter Moorman	Lynn Boyd Wells
G. I. Drury	Fred H. Morgan	Rodney Whitlow
Kermit Dwyer	E. C. Mullins	Charles W. Wirsch
Henry J. Giles	T. A. Noe, Jr.	—65

Resolved that the title thereof be as aforesaid.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 49. An Act relating to the functions and powers of the Division of Markets in the Department of Agriculture, Labor and Statistics.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 260.030 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Division of Markets shall:

(a) Stress promotional market efforts and make available to farmers practical assistance in setting up farm cooperatives;

(b) Gather and disseminate information concerning supply, demand, prevailing prices and commercial movement, including common and cold storage of food products, and maintain market news service for the purpose of disseminating such information;

(c) Foster and encourage the inspection, grading, standardizing, labeling and branding of farm products; provide standards of excellence and brands for the use of producers and consumers in the marketing of Kentucky-grown products; and promote the standardization of packages and containers for such purposes;

(d) Make regulations for the grading, packing, hauling, storing and sale of farm products when the regulations are authorized by statutes, and enforce those regulations;

(e) Act as mediator or arbitrator, when invited, in any issue that may arise betwen producers and distributors of agricultural products;

(f) Encourage the establshment of public markets and direct dealing between produced and consumer;

(g) Encourage the consumption of Kentucky-grown products within and without the state; and

(h) Negotiate and enter into cooperative agreements with the United States Department of Agriculture or any other appropriate Federal agency for carrying this section into effect.

(2) The functions of the division shall be supplementary to, and not in duplication of, the educational activities of the College of Agriculture of the University of Kentucky.

(3) In accomplishing its purposes the division shall not compete with business operated by private capital.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Henry C. Hale	Joe E. Nunn
Jason Alford	Dennis Henderson	J. H. Polsgrove
Earl F. Ashcraft	Carson Hibbitts	E. F. Prichard
Sidney Baer	E. R. Hilton	Hobart Rayburn
Levi Baker	C. J. Holsclaw	Ottis Roberts
Bernhardt Bauer	Richard R. Houpt	Amos Runyan
C. E. Baumgardner	Clyde S. Howard	Mrs. Rutherford
Fred Beshear	D. W. Howard	Dr. K. N. Salyer
Isaac M. Blevins	M. G. Howard	D. B. Saylor
Chas. J. Bronston	R. N. Hubbard	James J. Shannon
Mrs. Mary Burnett	L. H. Jones	Paul E. Shannon
Chas. W. Burnley	Ercel Kozee	Harry Smith
A. H. Calvert	Harry K. Lowman	G. W. Steinford
Paul Carter	W. E. McClure	John M. Stumbo
W. K. Coleman	Ed Marcum	G. C. Thornton
Robert Collins	F. G. Marquette	J. B. Veech
Everett T. Cooper	C. D. Moberly	W. J. Ward
Horace T. Cull	Archie R. Moore	Lawrence Watts
Owen Deering	Walter Moorman	Lynn Boyd Wells
G. I. Drury	Fred H. Morgan	Rodney Whitlow
Kermit Dwyer	E. C. Mullins	Charles W. Wirsch
Henry J. Giles	T. A. Noe, Jr.	—65

Resolved that the title thereof be as aforesaid.

At the instance of the Committee on Rules the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 50. An Act relating to the Division of Markets in the Department of Agriculture, Labor and Statistics, with particular relation to the compensation of the Director of the Division.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 260.020 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Division of Markets in the Department of Agriculture, Labor and Statistics shall be under the supervision of the commissioner, and shall consist of personnel determined and appointed by the commissioner.

(2) The Division of Markets shall be headed by a director appointed by the commissioner, subject to the approval of the Governor. The Director of the Division of Markets shall receive a salary of not more than $5,000 annually.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Isaac M. Blevins	Everett T. Cooper
Jason Alford	Chas. J. Bronston	Horace T. Cull
Earl F. Ashcraft	Mrs. Mary Burnett	Owen Deering
Sidney Baer	Chas. W. Burnley	G. I. Drury
Levi Baker	A. H. Calvert	Kermit Dwyer
Bernhardt Bauer	Paul Carter	Henry J. Giles
C. E. Baumgardner	W. K. Coleman	Henry C. Hale
Fred Beshear	Robert Collins	Dennis Henderson

Carson Hibbitts	C. D. Moberly	D. B. Saylor
E. R. Hilton	Archie R. Moore	James J. Shannon
C. J. Holsclaw	Walter Moorman	Paul E. Shannon
Richard R. Houpt	Fred H. Morgan	Harry Smith
Clyde S. Howard	E. C. Mullins	G. W. Steinford
D. W. Howard	T. A. Noe, Jr.	John M. Stumbo
M. G. Howard	Joe E. Nunn	G. C. Thornton
R. N. Hubbard	J. H. Polsgrove	J. B. Veech
L. H. Jones	E. F. Prichard	W. J. Ward
Ercel Kozee	Hobart Rayburn	Lawrence Watts
Harry K. Lowman	Ottis Roberts	Lynn Boyd Wells
W. E. McClure	Amos Runyan	Rodney Whitlow
Ed Marcum	Mrs. Rutherford	Charles W. Wirsch
F. G. Marquette	Dr. K. N. Salyer	—65

Resolved that the title thereof be as aforesaid.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 402. An Act pertaining to child labor and employment and regulation of employment of infants.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. As used in this Act, "gainful occupation" does not include employment in farm work or in domestic service in a private home, nor occasional employment by a householder in connection with the household and not in connection with the householder's business or occupation, such as grass cutting or carrying ashes or similar casual domestic tasks.

Sec. 2. No minor under fourteen years of age shall be employed, permitted, or suffered to work in, about or in connection with any gainful occupation at any time.

Sec. 3. A minor who has passed his fourteenth birthday but is under sixteen years of age may be employed, permitted

or suffered to work in, about or in connection with any gainful occupation, except:

(1) He may not be employed during school hours unless he has been found incapable of profiting by further instruction, as provided in Section 9 of this Act, and then only in such occupations as are authorized in acordance with that section, or unless he has graduated from high school.

(2) He may not be employed:

(a) In, about or in connection with any manufacturing or mechanical establishment.

(b) On or in connection with any power-driven machinery except under school supervision as provided in Section 22.

(c) As a messenger for any person, firm or corporation engaged primarily in the business of transmitting or delivering goods or messages.

(d) In the manufacture, transportation, or use of explosives or highly inflammable substances; in or about mines or quarries; in any tunnel or excavation; in logging operations or in any sawmill, lath mill, shingle mill, or cooperage stock mill; as engineers, firemen, brakemen, or switchmen on any railroad; in the operation of motor vehicles; upon any scaffolding or in heavy construction work; in operating steam boilers carrying a pressure of 15 pounds or more; in operating or assisting in operating elevators, cranes, derricks, or hoists; in operating or assisting in operating any punch presses or stamping machines, metal or paper cutting machines having a guillotine action, metal shears or plate bending machines, machines used for cold rolling of heavy metal stock, woodworking machines, grinding, abrasive or polishing machines, laundry or dry cleaning machines, calendar rolls or mixing rolls in paper or rubber manufacturing, dough breakers or dough mixing machines, or machines used for opening, picking or carding of cotton or wool; in ore reduction works; smelters; hot rolling mills; plant manufacturing iron and steel; foundries; forging shops, and in any other place in which the heating, melting or heat treatment of metals is carried on; in the manufacture or use of dangerous or poisonous dyes or chemicals and their compounds, or in the manufacture

of lead, or in exposure to lead or its compounds; in any occupation involving exposure to radioactive substances; in oiling or cleaning machinery in motion; in stone cutting or polishing; or in assorting, manufacturing or packing tobacco.

(e) In, about or in connection with any establishment where alcoholic liquors are distilled, rectified, compounded, brewed, manufactured, bottled, sold for consumption or dispensed (except he may be employed in places where the sale of alcoholic beverages by the package is merely incidental to the main business actually conducted); or in a public bowling alley, or in a pool or billiard room.

(f) In any place of employment, or at any occupation, that is hazardous or injurious to the life, health, safety or welfare of such minor.

(3) A female minor of such age may not be employed in the distribution or sale of newspapers, magazines or periodicals, or in the street occupations of peddling or bootblacking or in any other occupation pursued in any street or public place.

Sec. 4. A minor who has passed his sixteenth birthday but is under eighteen may be employed, permitted, or suffered to work in, about or in connection with any gainful occupation, except the occupations enumerated or described in paragraphs (d), (e) and (f) of subsection (2) of Section 3 of this Act, and except that a female minor of such age may not be employed in the distribution or sale of newspapers, magazines or periodicals, or in the street occupations of peddling or bootblacking or in any other occupations pursued in any street or public place.

Sec. 5. No person shall furnish or sell to any minor any article of any description with the knowledge that the minor intends to sell said article in violation of this Act. No person shall continue to furnish or sell articles of any description to a minor after having received written notice from any officer charged with the enforcement of this Act, or from the officer issuing employment certificates, that the minor is not permitted to sell such articles.

Sec. 6. (1) No minor under 18 years of age shall be employed, permitted or suffered to work in any gainful occupation more than six consecutive days in any one week, nor more than eight hours in any one day, nor more than forty hours in any week.

(2) No minor under sixteen years of age who is attending school and working outside of school hours shall be employed, permitted or suffered to work outside of school hours for more than three hours on a school day or more than twenty-three hours during a school week.

(3) No minor of sixteen or seventeen years of age who is attending school in session during the day other than a part-time or continuation school, and working outside of school hours, shall be employed, permitted or suffered to work for more than four hours on a school day or more than twenty-eight hours during a school week.

(4) No minor under fifteen years of age shall be employed, permitted or suffered to work in any gainful occupation before seven o'clock in the morning or after six o'clock in the evening of any day; nor shall any minor fifteen years of age be employed, permitted or suffered to work before seven o'clock in the morning or after eight o'clock in the evening of any day; nor shall any minor of sixteen and seventeen years of age be employed, permitted or suffered to work before six o'clock in the morning or after ten o'clock in the evening of any day, provided that minors between sixteen and eighteen years of age may be employed in a concert or theatrical performance up to 11:00 p. m.

Sec. 7. No minor under eighteen years of age shall be permitted to work for more than five hours continuously without an intervals of at least thirty minutes for a lunch period, and no period of less than thirty minutes shall be deemed to interrupt a continuous period of work.

Sec. 8. Before any minor under eighteen years of age shall be employed, permitted or suffered to work in, about or in connection with any gainful occupation, the person employing such minor shall procure and keep on file and accessible to any school attendance officer, inspector of labor or other

person authorized or charged with the enforcement of this Act, an employment certificate for such minor as hereinafter provided.

Sec. 9. (1) Employment certificates shall be of three kinds: General Employment Certificates, Vacation Employment Certificates, and Special Employment Certificates. A general employment certificate shall permit the employment of minors between 16 and 18, or a minor who has completed high school, during the entire year. A vacation employment certificate shall permit the employment of minors between 14 and 16 during school vacations or outside school hours. A special employment certificate shall permit the employment during the entire year of minors of 14 and 15 years of age who have been found to be incapable of profiting from further schooling. Such special employment certificate may be issued to a minor found to be incapable of profiting by further instruction available, upon compliance with the same requirements as in the case of a general employment certificate except that a schooling record shall not be required. The fact that a minor is incapable of profiting from further instruction available shall be determined in such manner as may be specified in the regulations of the Commissioner of Industrial Relations and the Superintendent of Public Instruction acting jointly. A special employment certificate shall not authorize the employment of a minor in or in connection with or for a factory.

(2) If on account of mental condition a minor has been exempted from attendance at school or recommended by a state child guidance clinic or other approved examiner to be placed in an institution for retarded children, the certificating officer shall issue an employment certificate to such minor only when satisfied that the work available and the supervision under which it will be performed are such that the job is suitable and safe for said minor to undertake.

Sec. 10. The employment certificates required by this Act shall be issued by the local Board of Education through its superintendent or other authorized agent, in such form

and under such conditions as may be prescribed by the Department of Education.

Sec. 11. The Department of Education shall prescribe such rules and regulations for the issuance of employment certificates and age certificates as will promote uniformity and efficiency in the administration of this Act. It shall also supply to local issuing officers all blank forms to be used in connection with the issuance of such certificates. Duplicates of each employment or age certificate shall be mailed by the issuing officer to the Department of Industrial Relations within one week after issuance.

Sec. 12. No person designated to issue employment certificates may refuse to grant such a certificate if in his judgment the best interests of the minor would be served by such refusal.

Sec. 13. The Department of Industrial Relations, the Superintendent of Public Instruction, or the officer issuing any employment certificate or age certificate, may revoke any such certificate if in its or his judgment it was improperly issued or if the minor is illegally employed, and may cancel any employment certificate or age certificate at any time it is found that the conditions for its legal issuance do not exist. The employer shall be notified of such revocation or cancellation in writing, and such minor shall not thereafter be employed or permitted to work until a new certificate has been legally obtained. If the revocation or cancellation is made other than by the Department of Industrial Relations, the department shall be notified thereof in writing, and if the revocation cancellation is made other than by the issuing officer, such officer shall be notified thereof in writing.

Sec. 14. The person designated to issue employment certificates shall issue such certificates only upon the application in person of the minor desiring employment, accompanied in case he is under 16 years of age by his parent, guardian, or the person having control or custody of him, and after having approved and filed the following papers:

(1) A promise of employment, signed by the prospective employer or by one duly authorized by him, setting forth the specific nature of the occupation in which he intends to employ such minor, and the number of hours per day and days per week which said minor shall be employed.

(2) Evidence of age showing that the minor is of the age required by this Act, which evidence shall consist of one of the following proofs of age and shall be required in the order herein designated, as follows:

(a) A duly attested transcript of the birth certificate filed according to law with a register of vital statistics, or other officer charged with the duty of recording births, or;

(b) A baptismal certificate or transcript of the record of baptism, duly certified, and showing the date and place of birth, or;

(c) Other documentary record of age (other than a school record not based on school census or an affidavit of age) such as a bible record, school census record, passport or transcript thereof, duly certified; or life insurance policy which shall appear to the satisfaction of the issuing officer to be good and sufficient evidence of age, or;

(d) In the case none of the aforesaid proofs of age shall be obtainable, and only in such case, the issuing officer may accept the signed statement of the physician authorized to make the physical examination required by this section, stating that, after examination, it is his opinion that the minor has attained the age required by law for the occupation in which he expects to engage. Such statement shall be accompanied by an affidavit, signed by the minor's parents or guardian, certifying to the name, date and place of birth of the minor and that the proofs of age specified in the preceding paragraphs of this subsection cannot be produced.

(3) A statement of physical fitness, signed by a public health or public school physician, or in case there are no such physicians available, by a private physician who has examined the minor, certifying the medical examination of the minor shows that he is physically fit to be employed at the work he intends to do, or to be employed at such work under

limitations specified in the statement. If the statement of physical fitness is limited, the employment certificate issued thereon shall state clearly the limitations upon its use, and shall be valid only when used under the limitations so stated. In any case where the physician shall deem it advisable, he may issue a certificate of physical fitness for a specified period of time, at the expiration of which the person for whom it was issued shall appear and be reexamined before being permitted to continue to work. Such examination shall be made in accordance with standards and procedures prescribed by the Superintendent of Public Instruction in consultation with the Commissioner of Health and Commissioner of Industrial Relations, and shall be recorded on a form furnished by the Department of Education. Where examinations are given by public health or public school physicians, they shall be made without charge to the minor.

(4) A school record signed by the principal of the school which the minor last attended or by someone duly authorized by him, giving the full name, date of birth, grade last completed, scholastic standing and residence of the minor.

The officer authorized to issue employment certificates shall administer the oaths required by this section, but no fee shall be charged for administering the oaths or for issuing the certificate.

The certificate shall be issued in triplicate. One copy shall be mailed to the prospective employer of the minor for whom it is issued, one shall be sent to the Department of Industrial Relations, and one copy shall be kept on file in the issuing office. It shall be signed by the issuing officer and by the minor for whom it is issued in the presence of such officer. It shall contain the name and address of the child, the name and address of the employer, the industry and occupation in which the minor is to be employed, the type of evidence of age accepted, and such other information as the Department of Education shall require.

Sec. 15. Upon request, it shall be the duty of the officer authorized to issue employment certificates to issue to any minor between the ages of eighteen and twenty-one years

desiring to enter employment a certificate of age upon presentation of the same proof of age as is required for the issuance of employment certificates under this Act.

Sec. 16. An employment certificate or certificate of age duly issued shall be conclusive evidence of the age of the minor for whom issued in any proceeding involving the employment of the minor under the child labor or workmen's compensation law or any other labor law of the state, as to any act occurring subsequent to its issuance.

Sec. 17. School districts may organize part-time schools and any child to whom an employment certificate is issued may be required to attend such school.

Sec. 18. (1) Every employer receiving an employment certificate shall, upon the commencement of the employment of such minor, so notify the issuing officer in writing, and immediately after termination of the employment shall return said certificate to the issuing officer. A new certificate shall not be issued for any minor except upon presentation of a new promise of employment and a new certificate of physical fitness. An employment certificate shall be valid only for the employer for whom issued and for the occupation designated in the promise of employment.

(2) Said employer shall, during the period of the child's employment, keep such certificate on file at the place of employment and accessible to any issuing officer, attendance officer, inspector, or other person authorized to enforce this Act. The failure of any employer to produce for inspection such employment certificate, or the presence of any minor under eighteen years of age in his place of work at any time other than that specified in the posted schedule of hours required by this Act, shall be prima facie evidence of the unlawful employment of the minor, except that in common meeting places such as drug stores and neighborhood stores, actual evidence of employment other than mere presence must be obtained.

Sec. 19. Every person employing minors under eighteen years of age shall keep a separate register containing the

names, ages and addresses of such employes, and the time of commencing and stopping work for each day, and the time of the beginning and ending of the daily meal period, and shall post and keep conspicuously posted in the establishment wherein any such minor is employed, permitted or suffered to work, a printed abstract of this Act, and a list of the occupations prohibited to such minors, together with a notice stating the working hours per day for each day in the week required of them. These records and files shall be open at all times to the inspection of the School Attendance and Probation Officers, and representatives of the Department of Industrial Relations and the Department of Education.

Sec. 20. No female under twenty-one years shall be employed or permitted to work at any occupation that compels her to remain standing constantly.

Sec. 21. The walls and ceilings of each room in every manufacturing establishment where minors are employed shall be limewashed or painted when, in the opinion of the Commissioner of Industrial Relations, it would be conducive of the health or cleanliness of the persons working there.

Sec. 22. Nothing in this Act shall prevent the use of suitable machinery for instruction in schools where the mechanical arts are taught in connection with and as part of the usual school curriculum. The use of such machinery in any public or private school shall be subject to the approval of the board of education of the district where the school is situated, and shall be subject to the general industrial safety standards as to supplying safeguards for the protection of those using such machinery.

Sec. 23. In any manufacturing establishment where any person under twenty-one years of age is employed, the owner, his agent, superintendent or person in charge shall furnish and maintain when practicable, belt shifters or other safe mechanical contrivances to throw belts on or off pulleys. Whenever practicable, machinery therein shall be provided with loose belts. All vats, pans, saws, planes, cogs, gearings, belting, set screws and machinery which is palpably dangerous shall be properly guarded. No person shall remove or make

ineffective any safeguard around or attached to any such appliance or machinery, while in use, except to make immediate repairs. All such safeguards shall be promptly replaced.

Sec. 24. (1) It shall be the duty of the Department of Industrial Relations and the inspectors and agents of said department, with the assistance of the school attendance officers, police officers and juvenile court probation officers, to enforce the provisions of this Act, to make complaints against persons violating its provisions, and to prosecute violations thereof. The Department of Industrial Relations, its inspectors and agents shall have authority to enter and inspect at any time any place or establishment covered by this Act, and to have access to employment certificates kept on file by the employer and such other records as may aid in the enforcement of this Act. School attendance officers are likewise empowered to visit and inspect places where minors may be employed, and shall report any cases of employment that they find in violation of this Act to the Department of Industrial Relations.

(2) Any person authorized to enforce this Act may require an employer of a minor for whom an employment certificate is not on file either to furnish him within ten days the evidence required for an employment certificate showing that the minor is at least 18 years of age or to cease to employ or permit or suffer such minor to work. Proof of the making of such demand and of failure to deliver such proof of age shall be prima facie evidence, in any prosecution brought for violation of this Act, that such minor is under 18 years of age and is unlawfully employed.

Sec. 25. Whoever employs or permits or suffers any minor to be employed or to work in violation of this Act, or of any order or ruling issued under the provisions of this Act, or obstructs the Department of Industrial Relations, its officers, or agents, or any other person authorized to inspect places of employment under this Act, or whoever, having under his control or custody any minor, permits or suffers him to be employed or to work in violation of this Act, or who sells to a minor any article with the knowledge that the

minor intends to sell said article in violation of this Act, shall be fined not less than twenty-five nor more than one hundred dollars. Every employer who continues to employ a minor in violation of this Act after he has been notified by the Department of Industrial Relations, its officers or agents, shall be fined twenty-five dollars for each day the violation continues and the employment of any minor in violation of this Act shall with respect to each minor so employed constitute a separate and distinct offense.

Sec. 26. Sections 339.010, 339.020, 339.030, 339.040, 339.050, 339.060, 339.070, 339.080, 339.090, 339.100, 339.110, 339.115, 339.120, 339.130, 339.140, 339.150, 339.160, 339.170, 339.180, 339.190, 339.200 and 339.990 of the Kentucky Revised Statutes are repealed.

Sec. 27. Section 159.030 of the Kentucky Revised Statutes is amended to read as follows:

(1) The board of education of the district in which the child resides shall exempt from the requirement of attendance upon a regular public day school every child of compulsory school age:

(a) Who is a graduate from an accredited or an approved four-year high school; or

(b) Who is enrolled and in regular attendance in a private or parochial regular day schol approved by the State Board of Education; or

(c) Whose physical or mental condition prevents or renders inadvisable attendance at school or application to study; or

(d) Who is deaf or blind to an extent that renders him incapable of receiving instruction in the regular elementary or secondary schools, but whose mental condition permits application to study.

(2) Before granting an exemption under paragraph (c) of subsection (1) of this section the board of education shall require satisfactory evidence, in the form of a signed statement of a licensed physician or public health officer, that the condition of the child prevents or renders inadvisable attendance at school or application to study. On the basis of such evidence the board may exclude any such child from school.

Sec. 28. (1) Minors 16 and 17 years of age who have been lawfully employed for a period of at least ninety days prior to the effective date of this Act shall be exempt from the provisions of this Act.

(2) Minors 14 and 15 years of age who have been lawfully employed during school hours for a period of at least ninety days prior to the effective date of this Act, may continue to be so employed subject to all other provisions of this Act, notwithstanding the provisions of subsection (1) of Section 3.

Mr. Rogers offered the following amendment to said bill, viz.:

Amend House Bill No. 402, on page 3, Section 4, line 9, by striking the period following the word "place" and adding the following:

", nor as a messenger for any person, firm or corporation engaged primarily in the business of transmitting or delivering goods or messages."

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Sidney Baer	C. E. Baumgardner
Jason Alford	Levi Baker	Fred Beshear
Earl F. Ashcraft	Bernhardt Bauer	Isaac M. Blevins

Chas. J. Bronston	C. J. Holsclaw	C. D. Moberly
Mrs. Mary Burnett	Richard R. Houpt	H. M. Pewitt
W. K. Coleman	Clyde S. Howard	J. H. Polsgrove
Robert Collins	D. W. Howard	E. F. Prichard
Everett T. Cooper	M. G. Howard	Glenn Rushing
Horace T. Cull	Ira W. Hulette	Mrs. Rutherford
Kermit Dwyer	Kerby Jennings	James J. Shannon
Henry J. Giles	Paul S. Jonas	James S. Shaw
Henry C. Hale	L. H. Jones	Chas. L. Spillman
James P. Hanratty	Ercel Kozee	Albert Thomason
Dennis Henderson	Harry K. Lowman	W. J. Ward
Carson Hibbitts	W. E. McClure	Rodney Whitlow
E. R. Hilton	F. G. Marquette	—47

Those who voted in the negative were—

Chas. W. Burnley	Fred H. Morgan	Paul E. Shannon
Paul Carter	H. S. Overby	Harry Smith
B. G. Davidson	Ottis Roberts	G. W. Steinford
Owen Deering	D. B. Saylor	Charles W. Wirsch
		—12

Resolved that the title thereof be as aforesaid.

Mrs. Burnett moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 374. An Act relating to the establishment of flood control systems in cities of the fourth class, providing the manner in which such systems may be established and financed.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. As used in this Act the words "governing body" shall mean and include the Board of Councilmen, Board of Aldermen and Board of Commissioners or other legislative body of a city of the fourth class.

Section 2. All cities of the fourth class are hereby empowered to establish a flood control system for the protection or reclamation of property, situated within the limits of such city, from floods or high waters and to protect property in such city from the effects of water for sanitary or other purposes, whenever the establishment of such a flood control system shall, in the judgment of the governing authority of such city, be conducive to the public health, convenience and welfare: for the purpose of establishing such a flood control system any such city may acquire, construct, equip, maintain and operate walls and other barriers, drains, ditches, levees and other works proper to that purpose and may enlarge, extend, straighten, deepen, widen or otherwise improve any such structure or work.

For this purpose any such city is empowered to acquire any and all land or any interest therein, rights of way or other property, by gift, purchase or by condemnation, whether within or without the corporate limits of such city, and to establish, construct, operate and maintain such a flood control system either within or without the limits of such city.

The establishment, construction and operation of a flood control system, as authorized by this Act, is declared to be a local improvement, conferring special benefits upon property affected thereby.

Section 3. Any city of the fourth class is empowered to secure funds for the payment of the cost of establishing such a flood controy system by the following methods:

(a) By the issuance of bonds of such city payable from an annual tax to be levied on all taxable property in said City, issued in the manner provided by Section 66.070 Kentucky Revised Statutes, and other laws applicable thereto.

(b) By the issuance of bonds of such city payable solely from the proceeds of and in anticipation of the collection of special assessments to be levied upon land and real property

within the boundaries of such city determined to be benefitted by the establishment of such a flood control system as provided by this Act.

(c) By any combination of the above methods.

Section 4. The cost of establishing any such flood control system shall include the cost of the acquisition of any property or property rights of any character and the doing of any construction work proper, in the judgment of the governing authority of any such city, for the establishment of such a flood control system, together with all preliminary and incidental expenses connected therewith, including, without limiting the generality of the above, the cost of all legal and engineering services, of the preparation of plans, specifications and surveys, of the supervision of the construction and of other services of a similar nature.

Section 5. Whenever any city of the fourth class shall establish a flood control system pursuant to this Act, the cost of which is to be paid in whole or in part from the proceeds of special assessments to be levied on property benefitted thereby or from the proceeds of bonds to be issued in anticipation of such assessments, the governing body thereof shall adopt an initial resolution which (a) shall declare the intention of such governing body to establish such a flood control system; (b) shall set forth a general description of the proposed system, stating in general terms the location and the character of the improvements to be constructed or acquired; (c) shall state the estimated cost of the proposed system; (d) shall determine what property in such city will be probably benefitted by the proposed system, describing the area in which such property is located in such manner that the owner of property therein will be advised of that fact; (e) shall state the method by which the cost of such system will be paid; and (f) shall state that the governing body will meet at a designated time and place to hear and consider any objections or protests that may be made or filed against the establishment of the proposed system, the determination of the area probably benefitted thereby, the estimated cost thereof, or any matter connected threwith.

Section 6. Notice of such hearing, setting out the substance of all matters required to be in the initial resolution, shall be published at least once and at least ten days before the date of the hearing in a newspaper published and of general circulation in such city or, if there be no newspaper published in such city, then in a newspaper of general circulation in such city. Publication of the text of such initial resolution shall be deemed a compliance with this section.

Section 7. Any person interested may, at or prior to the hearing, in person or by attorney, file with the recording officer of such city any written objection or protest he may have in the premises or may make any such objection or protest orally at the hearing. Such objections or protests shall be heard and considered by the governing body of such city and such governing body shall take such action as it may deem proper in the premises and shall have authority to eliminate from the area probably benefitted any property which it may find will not be benefitted by the proposed flood control system. If any property is so eliminated a record thereof shall be entered on the minutes of the governing body. If, however, a written protest or protests against the establishment of the proposed flood control system is filed at or prior to such hearing, signed by forty percentum or more of the owners (residents in such city) of property in the area finally fund to be benefitted, then such governing body shall take no further action in the matter, unless two-thirds of the members of such governing body assent thereto.

Section 8. At such hearing or at any subsequent meeting the governing body of such city may adopt a final ordinance which shall determine (a) whether or not the establishment of the proposed flood control system is feasible, (b) whether or not the aggregate benefit to the property in the area found to be benefitted (as such area may have been changed by the governing body) exceeds the cost of such proposed system; and (c) whether or not all property in the area found to be benefitted will in fact be benefitted to the extent of its proportion of the cost. If such determination shall be favorable to the establishment of the proposed flood control system, such ordinance (or a subsequent ordinance) may direct that the

proposed system shall be established in substantial accord with the general statement thereof set out in the initial resolution.

Section 9. The construction, acquisition, equipment, maintenance and operation, extension or enlargement of any flood control system established under this Act shall be under the supervision and control of the governing authority of such city or of the board of public works of such city, if any there be. Any work in connection with the establishment of such flood control system may be done by contract or any such city may employ labor and acquire materials and cause the work to be done and establish such system without the execution of a contract. If a contract for the doing of all or any portion of the work is let then it shall be let upon competitive bidding to the lowest and best bidder, but not until after advertisement thereof has been published at least once in a newspaper of such city ten days prior to the time fixed for the reception of bids. The governing body of any such city shall have the authority to reject all bids and to waive informalities. The contractor shall be required by the city to give bond for the faithful discharge of his contract in an amount and with a surety approved by the governing body of said city. When any work shall have been completed it shall be accepted by the governing body of the city and the fact of such acceptance entered upon the minutes of the governing body.

Section 10. All necessary preliminary expenses, incurred on behalf of any such city in the making of survey, estimated of cost, the rendition of professional or technical services, the giving of notices, the taking of any option and all other expenses of whatsoever character which must be paid prior to the collection of any tax authorized hereby or prior to the issuance and sale of bonds as provided in this Act, may be paid by the city from any funds available for that purpose. The amount so paid shall be considered a part of the cost of the establishment of such flood control system and such amount may be included in the amount of the tax to be levied or of the bonds to be issued. Any city so paying preliminary expenses shall be reimbursed and repaid from the proceeds of the sale

of the bonds issued as herein provided or from the proceeds of any tax levied pursuant to this Act.

Section 11. Any city of the fourth class which shall have declared its intention, as herein provided, to establish a flood control system, the cost of which is to be paid from the proceeds of bonds to be issued in anticipation of the collection of assessments to be levied upon property benefitted by such system, is hereby authorized to issue its assessment bonds to the amount of the cost of establishment of such flood control system, including all preliminary and incidental expenses. Such bonds may be authorized, sold and delivered at any time after the passage of the final ordinance provided for in Section 8 of this Act. If at the time of the issuance of such bonds no contracts have been let then the governing body of such city shall make a final estimate of the cost thereof and bonds may be issued to the amount of such estimate. If any contracts have been let then the amount of such contracts shall be considered as the cost for the work to be done thereunder and bonds may be issued to such amount, plus the estimated amount of all other costs and expenses. The total principal amount of such bonds shall not exceed the estimated cost of the proposed system stated in the initial resolution provided for Section 5 of this Act. Any surplus that may remain from the proceeds of such bonds after the establishment of such flood control system shall be used for the payment of the bonds that have been issued either as to principal or interest. Such bonds shall be issued by an ordinance, adopted by the governing body of such city. Such ordinance shall prescribe the form and all details of such bonds; provided, however, that the interest to be borne by such bonds shall not exceed the rate of six per centum (6%) per annum and all such bonds shall mature within a period of forty (40) years from the date thereof. Such bonds may be sold at public or private sale for a price not less than their par value and accrued interest from the date thereof to the date of their delivery. Such bonds and the interest thereon shall be payable solely from the proceeds of assessments to be levied against property, including easements, to be determined to be benefitted by the establishment

of such flood control system and shall not constitute an indebtedness of such city and this shall be plainly stated on the face of each of such bonds.

Section 12. Whenever any city of the fourth class shall establish a flood control system pursuant to this Act, the governing body thereof may levy a special assessment upon all real property within the area determined to be benefitted by such system in an amount sufficient to produce the sum necessary for the payment of all costs of establishing such flood control system. Such assessment may be levied at the same time and collected in the manner and by the same officials as taxes for municipal purposes are collected in such city.

Whenever any city of the fourth class shall issue its bonds for the establihment of a flood control system payable from assessments to be levied on real property benefitted, it shall be the mandatory duty of the governing authority of such city annually to levy a special assessment upon all real property within the area found to be benefitted by the establishment of such system. Such assessments shall in the aggregate be sufficient, after due allowance shall have been made for the expenses of collection and delinquencies in their payment, to produce in each year the sums required to pay the interest on such bonds as it accrues and to provide a sinking fund for the payment of the principal thereof as it matures. Such assessments shall be apportioned among the several lots or parcels of real property in the benefitted area in proportion to the assessed value thereof for the purposes of city taxation effective at the time such assessment is made. Such assessment shall be levied by the governing body of such city at the same time and in the same manner as taxes for municipal purposes are levied and shall become due and delinquent, and if delinquent shall incur penalties and shall be collected as in the case of taxes for municipal purposes and by the same officials. No real property (other than that owned by the Government of the United States of America or by the Commonwealth of Kentucky) shall be exempt from such assessment. Any property, not assessed for municipal taxation, shall be specially assessed for the purposes of this Act by the assessing officers of such

city. Such assessments shall be levied against real property owned by any city (including the city establishing such flood control system), county, or other political subdivision or municipal corporation, and it shall be the mandatory duty of the proper authorities of any such city, county or other political subdivision or municipal corporation to make due provision for and promptly to pay any such assessment when due. Any and all such assessments shall constitute a lien superior to all other liens, whether created prior to or subsequent to the levy of such assessment, except those for state, county, school or city taxes or prior improvement taxes or assessments on the real property assessed, and such lien shall not be defeated by any private or judicial sale, or by any mortgage. The aggregate amount of such assessments shall not be limited to the estimated cost of the proposed system.

Section 13. As another and as an additional method for collection of such assessments when delinquent, any such city may collect such assessments and enforce the lien thereof by a suit in equity brought in the name of the city to foreclose such lien. In any such action it shall be sufficient to allege in substance that the flood control system has been established and that the work has been done and has been accepted by the city without setting forth the ordinances and the proceedings thereof, provided, however, that the court may, in its discretion, require that the same be recited more definitely and specifically.

Section 14. Any bonds issued pursuant to this Act and payable from the assessments provided hereby shall have all the qualities of negotiable instruments and in the hands of a bona fide purchaser for value without notice shall be free from all equities. Neither such bonds nor the assessments levied for their payment shall be defeated by any irregularities or informalities or errors in the proceedings for the authorization of such bonds or for the levy of such assessments nor shall any such bonds or levies be defeated because of any error in the description of the real property to be assessed, but such description may be corrected by the governing body of such city at any time or by any court in which any suit for the en-

forcement of such bonds or such assessment may be pending. Any city which establishes a flood control system under this Act and any contractor concerned therewith shall, in all matters connected with the establishment of such system or the doing of any work in connection therewith, be the agent of the owners of the property affected by such flood control system and no failure of any contractor to carry out his contract and no departure or variance by any such contractor from the terms of his contract shall be a defense against any bonds authorized hereby or the interest thereon or against the assessment levied for the payment of such bonds or the interest thereon. No failure on the part of the city to establish such flood control system shall be a defense against said bonds, the interest thereon or the assessments levied pursuant to this Act.

Section 15. Any city of the fourth class which shall establish a flood control system pursuant to this Act may, for the purpose of providing funds for the operation and maintenance thereof, levy an annual assessment against all real property in the area determined to be benefitted. Such assessment shall be levied and collected in the same manner as assessments levied for the payment of bonds issued for the purpose of establishing such flood control system.

Section 16. If it becomes necessary to acquire rights of way, land, easements or borrow-pits, or other property, the governing authority may condemn and obtain the needed property in the manner provided by KRS 416.010 to 416.080, or, alternatively, in the manner provided by the statutes for the condemnation of property for public purposes by such city.

Section 17. Any aggrieved owner of property shall have the right to appeal to the circuit court for a review of any action taken by the governing authority, board or commission within sixty days thereafter.

Section 18. The fiscal court of any county in which a flood control system is or may be provided, may contribute toward the costs thereof.

Section 19. This Act shall be an additional grant of power to cities of the fourth class and shall not be held to repeal or amend or in any way derogate from powers granted to such cities by any other act. No proceedings for the establishment of a flood control system, the issuance of bonds payable from assessments against property benefitted, or the levy and collection of such assessment shall be required except as provided in this Act. All powers necessary and proper to the accomplishment of the purposes of this Act shall be and are hereby granted to cities of the fourth class and to the governing authorities and officials of such cities.

Section 20. The provisions of this Act shall be deemed severable as far as practical, and shauld any part be declared invalid or ineffectual the remaining portions of the Act shall not be affected thereby.

Section 21. An emergency is hereby declared to exist, and this Act shall become effective immediately upon its passage and approval.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Robert Collins	Carson Hibbitts
Jason Alford	Everett T. Cooper	E. R. Hilton
Sidney Baer	Horace T. Cull	C. J. Holsclaw
Bernhardt Bauer	B. G. Davidson	Richard R. Houpt
C. E. Baumgardner	Owen Deering	Clyde S. Howard
Fred Beshear	Kermit Dwyer	D. W. Howard
Isaac M. Blevins	Henry J. Giles	M. G. Howard
Chas. J. Bronston	Henry C. Hale	R. N. Hubbard
Mrs. Mary Burnett	James P. Hanratty	Ira W. Hulette
W. K. Coleman	Dennis Henderson	Kerby Jennings

Paul S. Jonas	H. C. Patterson	James S. Shaw
J. Ernest Jones	H. M. Pewitt	Harry Smith
L. H. Jones	J. H. Polsgrove	Chas. L. Spillman
Ercel Kozee	E. F. Prichard	G. W. Steinford
Harry K. Lowman	Hobart Rayburn	Albert Thomason
W. E. McClure	Ottis Roberts	G. C. Thornton
F. G. Marquette	Amos Runyan	J. B. Veech
C. D. Moberly	Glenn Rushing	W. J. Ward
Archie R. Moore	Mrs. Rutherford	Lawrence Watts
Fred H. Morgan	Dr. K. N. Salyer	Rodney Whitlow
E. C. Mullins	LeRoy Saylor	G. F. Williamson
T. A. Noe, Jr.	James J. Shannon	Charles W. Wirsch
H. S. Overby		—67

Resolved that the title thereof be as aforesaid.

Mr. Pewitt moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Martin moved that the rules be suspended for the purpose of introducing bills.

Said motion was agreed to by a majority of the members elected.

Thereupon, bills of the following titles were introduced, viz.:

By Mr. Martin.

H. B. No. 446. An Act providing for the establishment, organization, operation and functioning of a state institution of higher learning in or near Kenton County, Kentucky.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. In addition to the state colleges named in KRS 164.290, there shall be established and maintained an additional state college in or near the County of Kenton, to be known as the Northern Kentucky State College. The college shall be established, organized, maintained and operated in accordance with the provisions of KRS 164.300 to 164.470.

§ 2. A board of regents for the Northern Kentucky State College shall be appointed and organized in accordance with the provisions of KRS 164.310 to 164.340. As soon as funds sufficient for the purpose have been made available to it, the board shall proceed to acquire the necessary facilities to enable the college to be placed in operation.

By Mr. Baer.

H. B. No. 447. An Act relating to education in fields related to health, with particular reference to the education of, and the training of nurses and doctors of the Negro race.

Said bill is as follows, viz.:

Whereas, There is no accredited public, or private, agency in Kentucky where Negro women may obtain training in the profession of ursing, nor are facilities for postgraduate training available to Negro doctors, and

Whereas, there are adequate provisions for such training for members of other races within the existing facilities of accredited hospitals which accept Negro patients.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Any hospital, or other institution, offering accredited courses of instruction in nursing, medicine, surgery, or other related courses of graduate grade or on the professional level may, by a majority vote of its governing body, elect to receive as pupils in such courses of instruction, persons of all races, and in such cases the provisions of KRS 158.020 shall not apply to the teaching of or the attendance upon such courses of instruction.

By Mr. Clyde S. Howard.

H. B. No. 448. An Act relating to the furnishing of hospitalization benefits for members of local Selective Service Boards.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In consideration of the services rendered to the Commonwealth by the members of the local Selective Service Boards who served in this Commonwealth during and immediately preceding World War II, it is hereby declared to be the policy and intent of the General Assembly that each such member hereafter in need of hospitalization be provided free hospitalization by the Federal Government, in the hospitals maintained by it for members and veterans of the Armed Forces.

Ordered that said bill be printed and referred to the Committee on Rules.

Mr. D. B. Saylor moved that the rules be suspended and the privilege of the floor extended to Dr. Robert Jasper.

Said motion was unanimously agreed to.

Mr. Polsgrove moved that the rules be suspended and the privilege of the floor extended to Mr. and Mrs. Clinton Oates, Miss Ella Vincent and Mr. Foster S. Stone.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 340. An Act relating to penalties for the violation of the local option law, particularly with respect to traffic in or possession of alcoholic beverages in dry territory.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 242.990 of the Kentucky Revised Statutes is amended to read as follows:

(1) Any person who violates any of the provisions of KRS 242.230 shall, if a natural person, be confined in the penitentiary for not less than one nor more than two years, and if a corporation, be fined not less than one thousand nor more than two thousand dollars.

(2) Any officer who violates subsection (2) of KRS 242.370 shall be fined not less than one hundred nor more than five hundred dollars.

(3) Any person who violates any of the provisions of this chapter, for which no other penalty is herein provided, shall for the first offense, be fined not less than twenty nor more than one hundred dollars and, if a natural person, imprisoned in the county jail for not less than thirty nor more than sixty days; for the second offense he shall be fined not less than forty nor more than two hundred dollars, and if a natural person, imprisoned in the county jail for not less than sixty nor more than one hundred and twenty days; for the third and each subsequent offense he shall, if a natural person, be confined in the penitentiary for not less than one nor more than two years, and if a corporation, be fined not less than one thousand nor more than two thousand dollars.

(4) Quarterly courts, justices of the peace and police courts shall have concurrent jurisdiction with the circuit court in the trial of all offenses committed under this chapter, where the penalty does not exceed a fine of one hundred dollars and imprisonment in the county jail for not exceeding sixty days.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	M. G. Howard	Glenn Rushing
Jason Alford	Ira W. Hulette	Mrs. Rutherford
Roy W. Arnold	Kerby Jennings	Dr. K. N. Salyer
Levi Baker	Paul S. Jonas	D. B. Saylor
Bernhardt Bauer	J. Ernest Jones	James J. Shannon
C. E. Baumgardner	L. H. Jones	Paul E. Shannon
Fred Beshear	Ercel Kozee	James S. Shaw
Isaac M. Blevins	Harry K. Lowman	Harry Smith
Chas. J. Bronston	W. E. McClure	Chas. L. Spillman
Paul Carter	Fred H. Morgan	G. W. Steinford
W. K. Coleman	T. A. Noe, Jr.	Albert Thomason
Everett T. Cooper	H. S. Overby	G. C. Thornton
Horace T. Cull	H. C. Patterson	J. B. Veech
Owen Deering	E. F. Prichard	W. J. Ward
Kermit Dwyer	Hobart Rayburn	John C. Watts
Henry J. Giles	Ottis Roberts	Lawrence Watts
C. J. Holsclaw	Lilburn S. Rogers	G. F. Williamson
Richard R. Houpt	Amos Runyan	Charles W. Wirsch
D. W. Howard		

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Those who voted in the negative were—

Earl F. Ashcraft	Dennis Henderson	E. C. Mullins
Chas. W. Burnley	F. G. Marquette	J. H. Polsgrove
Robert Collins	C. D. Moberly	Rodney Whitlow

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Resolved that the title thereof be as aforesaid.

Mr. L. H. Jones moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. John C. Watts moved that the House do now adjourn to meet again at 12:30 o'clock, p. m., Friday, March 5, 1948.

Said motion was agreed to.

And then the House adjourned.

FRIDAY, MARCH 5, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend O. L. Gilmore, pastor of the First Presbyterian Church, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Clyde S. Howard	Amos Runyan
Jason Alford	D. W. Howard	Glenn Rushing
Roy W. Arnold	M. G. Howard	Mrs. Rutherford
Earl F. Ashcraft	R. N. Hubbard	Dr. K. N. Salyer
Sidney Baer	Ira W. Hulette	D. B. Saylor
Bernhardt Bauer	Kerby Jennings	LeRoy Saylor
C. E. Baumgardner	Paul S. Jonas	James J. Shannon
Fred Beshear	L. H. Jones	Paul E. Shannon
Chas. J. Bronston	Ercel Kozee	Jesse H. Shelton
Chas. W. Burnley	Harry K. Lowman	Harry Smith
Paul Carter	W. E. McClure	John M. Spaulding
George I. Cline	Ed Marcum	Chas. L. Spillman
W. K. Coleman	F. G. Marquette	Geo. W. Steinford
Everett T. Cooper	E. H. Martin	John M. Stumbo
Perry M. Cross	C. D. Moberly	Albert Thomason
Horace T. Cull	Archie R. Moore	G. C. Thornton
B. G. Davidson	E. C. Mullins	Wilford S. Travis
Owen Deering	Thomas A. Noe, Jr.	J. B. Veech
G. I. Drury	Harmon S. Overby	John C. Watts
Kermit Dwyer	H. C. Patterson	Lawrence Watts
Otto W. Goff	H. M. Pewitt	Morris Weintraub
Henry C. Hale	J. H. Polsgrove	Lynn Boyd Wells
N. M. Hamilton	Hobart Rayburn	Rodney Whitlow
E. R. Hilton	Ottis Roberts	Charles W. Wirsch
C. J. Holsclaw	F. L. Robinson	Mr. Speaker
Richard R. Houpt	Lilburn S. Rogers	

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Thursday, March 4, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills which originated in that body of the following titles, viz.:

S. B. No. 133. An Act amending Subsection (1) and Subsection (6) of Section 403.090 of the Kentucky Revised Statutes, making provisions for the representation and protection of the rights and interest of minor children in divorce proceedings and for the proper enforcement of orders and decrees concerning the care, custody and maintenance of such children; and for the proper application of sums ordered to be paid for the care and maintenance of such children; providing for the appointment of a permanent "friend" or "friends of the court" in counties containing a city of the first or second class and providing for the removal, powers, duties and compensation of such "friends of the court".

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

(1) That subsections (1) and (6) of Section 403.090 of the Kentucky Revised Statutes be amended to read as follows:

(1) In any county containing a city of the first or second class, the fiscal court may, by resolution, authorize the appointment of a "friend of the court". If the circuit court of the county has but one judge, the appointment shall be made by the judge. If the court has two or more judges, the appointment shall be made by joint action of the judges, at the general term. The appointment shall be for a term of two years, subject to removal at the pleasure of the appointing authority. Vacancies shall be filled by appointment of the appointing authority for the unexpired term. The person appointed shal be a licensed practicing attorney. He shall take the Constitutional oath of office and shall give bond in such sum as may be fixed by the appointing judge or judges.

(6) The fiscal court of any county which has authorized the appointment of a friend of the court under this section

shall, by resolution, fix a reasonable compensation for the friend of the court, and make a reasonable allowance for his necessary supplies, equipment and expenses, payable out of the general fund of the county, upon approval of the judge or judges appointing him. The compensation of the friend of the court in counties containing a city of the second class shall not exceed $2400.00 per annum, and the allowance for expenses shall not exceed $900.00 per annum; and in counties containing a city of the first class the compensation shall not exceed $3600.00 per annum and the allowance for expenses shall not exceed $1200.00 per annum.

S. B. No. 181. An Act regulating the propagation and keeping of bees, the suppression of contagious diseases among bees, providing for the registration and regulation of apiaries; and repealing Chapter 252 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. As used in this Act, unless the context requires otherwise: (1) "Bees" means any stage of the common hive or honey bee (Apis mellifica) or other bees kept for the production of honey or wax.

(2) "Bee diseases" means American or European foul brood, sacbrood, bee paralysis, disappearing disease, Isle of Wight disease, or any other disease or abnormal condition of the eggs, larvae, pupal or adult stages of bees.

(3) "Apiary" means any place where one or more colonies or nuclei of bees are kept.

(4) "Queen apiaries" means any apiary in which queen bees shall be reared for sale or gift.

(5) "Hive" means any modern frame hive, box hive, box, barrel, log gum, skep, or any other receptacle, natural or artificial, or any part thereof which may be used as a domicile for bees.

(6) "Appliances" means any honey house, used tools, machines, or devices used in the handling or manupulation

of bees, honey, wax, or used hives. It shall also mean any container of honey, or wax, which may be used in an apiary.

(7) "Department" means the Department of Agriculture, Labor and Statistics or any division thereof to which the administration of this Act may be delegated by the Commissioner of Agriculture, Labor and Statistics.

(8) "Commissioner" means the Commissioner of Agriculture, Labor, and Statistics.

Section 2. The commissioner may appoint a competent person as state apiarist, and such number of deputy state apiarists as may be necessary to carry out the provisions of this Act, and to fix their compensation. The state apiarist and deputy state apiarists shall be vested with the powers of police officers in the enforcement of the provisions of this act.

Section 3. The commissioner may make and enforce such rules and orders as in his judgment may be necessary to control, eradicate or prevent the introduction, spread or dissemination of any and all bee diseases. In the control or eradication of dangerous bee diseases the commissioner may destroy by burning or otherwise any infected bees, hives, honey or appliances that he may deem necessary for such control or eradication, without remuneration to the owner. Such infected bees, hives, honey and appliances shall be deemed a public nuisance.

Section 4. For the purposes of this act the commissioner may establish and maintain quarantines prohibiting the shipment into or within the state, or any subdivision thereof of any bees, queen bees, used hives or any part thereof, used appliances or any material capable of transmiting any bee diseases, for such periods and under such conditions as he may deem necessary to control, eradicate or prevent the introduction, spread, or dissemination of any and all bee diseases, giving such notice thereof as may be prescribed by the commissioner, and during the existence of such order no person shall remove or ship from such area any such material whatever except by special permission or order of the commissioner; provided, however, that before the commissioner shall promulgate the order of quarantine as provided in this

section, the commissioner, shall after due notice to interested persons, give a public hearing under such rules and regulations as the commissioner shall prescribe, at which hearing any interested person may appear and be heard, either in person or by attorney.

Section 5. (1) Any person in interest or affected by any order of the commissioner or state apiarist may appeal therefrom to the commissioner within five days of the sevrice of such order upon him setting forth in writing specifically and in full detail the order on which a hearing is desired, and every reason why such order is deemed unreasonable.

(2) On receipt of such appeal the commissioner shall with reasonable promptness order a hearing thereon and consider and determine the matters in question. Notice of the time and place of hearing shall be given to the petitioner and to such other persons as the commissioner may direct. Such appeal shall suspend the operation of the order appealed from except as to the orders of the commissioner promulgating a quarantine as provided in Section 4 hereof. All hearings of the commissioner shall be open to the public and his decisions shall be final. The appellant may be represented by an attorney.

Section 6. Every person owning or possessing bees shall on or before the first day of July of each year file with the commissioner an application for registration, which application shall set forth the exact location of his apiary or apiaries, the number of colonies of bees in each apiary owned by him or in his possession or under his control, together with such other information as may be required by the commissioner and such person shall pay to the commissioner by draft or money order, made payable to the state department of agriculture, at the time of registration, the sum of not less than 25¢ nor more than $3.00 for each owner of an apiary, including all of his branch apiaries. The scale of said fees to be as follows:

1 to 10 colonies	$ .25
11 to 50 colonies	.50
51 to 200 colonies	1.00

201 to 300 colonies	1.50
301 to 400 colonies	2.00
401 and up colonies	3.00

The commissioner shall issue and deliver to each applicant a receipt declaring that the holder thereof is duly registered and has paid the fees required by law. All sums collected under this section shall be used for carrying out the provisions of this Act.

Section 7. The commissioner may at any time revoke any certificate for cause, including any violation of this Act, or nonconformity with any rule or order promulgated under this Act.

Section 8. For the purposes of this Act the commissioner or his duly authorized representatives shall have access and egrees to any apiary or any premises, buildings or other place, public or private, in which he has reason to believe that bees, honey, wax, used hives or used appliances are kept, and any and all persons who shall resist, or hinder the commissioner or his duly authorized representative in the discharge of his duties under the provisions of this Act shall be guilty of a violation of this Act, provided, however, that no occupied dwelling may be entered without a search warrant.

Section 9. The commissioner shall publish an annual report giving among other things the number and location, by counties, of colonies inspected, number of colonies found with disease, and a detailed financial statement of all moneys received and expended, and such other information concerning the inspection of bees, or bee diseases as he may deem necessary to the carrying out of the provisions of this Act. He shall also, from time to time, publish all rules and orders promulgated under the terms of this Act.

Section 10. Any person violating any of the provisions of this act shall be punished by a fine of not more than one hundred dollars or by imprisonment in the ocunty jail for not exceeding sixty days, or by both such fine and imprisonment in the discretion of the court. In addition to the penalties hereinbefore provided, bees or combs, used hives, or other

used apiary appliances brought into this state in violation of the provisions of this Act shall be confiscated and destroyed.

Section 11. All sums received for registration fees issued under the provisions of this Act during the fiscal years 1947-48 and 1948-49 shall be placed in the State Treasury to the credit of a revolving fund to be used by the Commissioner of Agriculture for the purpose of administering and enforcing the provisions of this Act.

Section 12. This Act shall take effect on July 1, 1948. Chapter 252 of the Kentucky Revised Statutes is repealed.

S. B. No. 233. An Act relating to the powers of the Division of Forestry with respect to the leasing and renting of lands, and the selling of timber and other forest products.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. KRS 149.020 is hereby amended to read as follows:

(1) The Division of Forestry in the Department of Conservation may receive by donation, purchase or lease lands for forestry purposes, and may convey, exchange or lease said lands and may sell timber or other forest products thereon. In exercising this function the Division shall be exempted from any provision of KRS 42.030 or KRS 42.060, except with respect to the purchase, conveyance or exchange of lands.

(2) No land shall be purchased, leased or received as a donation unless the title thereto is merchantable and has been approved by the Attorney-General.

§ 2. KRS 149.050 is hereby amended to read as follows:

(1) The division may lease or rent portions of lands acquired by it to responsible persons, for cultivation and grazing, but in no event shall it lease or rent lands the use of which would be detrimental to the growth of timber or destructive of game or wild animal life. Proceeds resulting

from the leasing of such lands shall be covered into the State Treasury.

(2) The division may, with the consent of the owner of lands leased to it, sublease or rent any of such leased lands in a manner that will not interfere with the growth of timber or the propagation of game and wild animal life. If the lands are subleased or rented under these conditions, the division and the owner shall divide the proceeds arising from the use of the lands, on a fifty-fifty basis, the division's one-half shall be covered into the State Treasury.

(3) In exercising the functions of this Section the Division shall be exempted from any provisions of KRS 42.030 or 42.060.

S. B. No. 234. An Act relating to forest fire protection, forest fire detection, prevention and suppression.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section I. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.105 and it shall read as follows:

Section 149.105. "Timberland" as used in KRS 149.140 to 149.190 means any land which has enough timber or woody brush, standing or down, to constitute a fire menace to itself or adjoining lands, but does not include lands under cultivation or entirely in grass, nor land that is an isolated fire risk unless a forest fire on it would imperil the lands of an adjoining landowner.

Section II. Section 149.110 Kentucky Revised Statutes is hereby amended to read as follows:

(1) During the seasons of the year when there is danger of forest fires, every owner of timberland shall provide a sufficient forest fire patrol, meeting with the approval of the Division of Forestry, or in lieu thereof, pay into the Division of Forestry, at such time as is specified by the Division, two

cents per acre per year for each acre of timberland of which he is the owner, to help finance patrol by the Division of Forestry.

(2) Actual bona fide residence by the owner or lessor on twenty-five acres or less shall constitute adequate protection for the tract, but such residence shall not relieve the owner, his agents or employees from responsibility for the control and suppression of fires occurring on the tracts, nor entitle the owner to compensation from the Division of Forestry for the time spent by him, his agents or employees in controlling or suppressing any fire that threatens or occurs thereon.

(3) Subsection (2) shall not exempt any owner of timberland from assesment by the county under KRS 149.151 to 149.157.

(4) The degree of protection required on one tract of land shall not exceed that required on adjoining tracts in the same protective unit.

Section III. Section 149.120 Kentucky Revised Statutes is hereby amended to read as follows:

(1) If an owner of timberland, who has elected to provide a sufficient forest fire patrol, fails to properly patrol it, the Division of Forestry may have it patrolled and charge the cost of the patrol against the owner, but the aggregate amount so charged shall not exceed two cents per acre per year. All moneys collected from owners of forest lands, either by suit or voluntary payment, shall be paid into the State Treasury.

(2) Subsection (1) shall not apply to members contributing to fire protective associations of the state.

Section IV. Section 149.140 Kentucky Revised Statutes is hereby amended to read as follows:

County governing bodies may elect to cooperate with the Division of Forestry, for a minimum period of five years, in the county-wide control of forest fires, and share in the expense of establishment and operation of forest fire protection, forest fire detection, prevention and suppression. When forest fire control is established in any county under the

terms of KRS 149.140 to 149.190, then KRS 149.110 and 149.120 shall not apply to timberland owners in that county.

Section V. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.151 and it shall read as follows:

Section 149.151. When a county governing body elects to cooperate with the Division of Forestry under the terms of KRS 149.140 its payments for the cost of forest fire protection, forest fire detection, prevention and suppression required by KRS 149.190, may be met out of the general fund of the county and in addition, the governing body may require each owner of timberland in the county to participate directly by paying into a special county forest fire protection fund an assessment which does not exceed two cents per year for each acre of timberland of which he is the owner.

Section VI. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.152 and it shall read as follows:

Section 149.152. (1) If the county governing body requires the owners to participate, it shall determine the amount of the assessment for each acre, and shall order the assessment to be paid into the county treasury by the owners of all timberland located in the county.

(2) It shall be the duty of each owner of timberland situated in the county to list or have listed such property with the county tax commissioner between July 1 and September 1 of each year.

(3) Timberland shall be listed by the owner of the first freehold estate therein, and it shall be listed without reference to conflicting title. The listing shall be made at the same time and in the same manner in which declarations of real property owned are made with the county tax commissioner for assessment purposes. If the owner fails to list the timberland, the county tax commissioner shall list it. The county tax commissioner shall have the power to swear witnesses in order to ascertain the person in whose name to make the list.

(4) All persons in whose name the timberland acreage is properly listed shall remain bound for the assessment, notwithstanding they may have sold or parted with it.

Section VII. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.153 and it shall read as follows:

Section 149.153. The county tax commissioner shall include on the regular property tax roll an accurate record of the acreage of timberland listed in the name of each owner in the county.

Section VIII. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.154 and it shall read as follows:

Section 149.154. (1) When the property tax rolls are delivered to the county clerk by the county tax commissioner, as required by law, the county clerk shall compute the assessment due the county from each owner of timberland in accordance with the rate fixed by the county governing body and the amount of timberland acreage indicated on the property tax roll.

(2) The computation shall be made on the regular tax bills in such manner as may be directed by regulation of the Department of Revenue.

(3) The county clerk shall deliver these bills to the sheriff for collection as provided in KRS 133.220 (3).

Section IX. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.155 and it shall read as follows:

Section 149.155. (1) The sheriff shall collect the assessment at the same time and in the same manner in which he collects the state and county ad valorem tax. He shall issue a receipt to the taxpayer, report to the county court, and make his annual and final settlements with the fiscal court at the same time and in the same manner provided by law for his report and settlement of the annual county ad valorem tax.

(2) The assessment shall become due and payable on on March 1 following the date the timberland acreage was listed by the county tax commissioner. Any owner who pays his assessment by November 1 after they become due in any year shall be entitled to a discount of two per cent thereon. All owners who have not paid the assessment by the last day of February of the next year shall be deemed delinquent and shall pay a penalty of six per cent on the amount of assessment due and unpaid. The sheriff shall collect the penalty and account for it in the same manner as he is required to collect and account for the regular county property tax.

Section X. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.156 and it shall read as follows:

Section 149.156. A separate fund shall be maintained by the county treasurer to be known as the County Forest Fire Protection Fund. The assessments collected from each timberland owner, together with penalties, and any voluntary contributions for forest fire protection shall constitute the fund and it shall be used only for making payments to the Division of Foresty in accordance with the terms of KRS 149.190.

Section XI. A new section of the Kentucky Revised Statutes is hereby created to be known as KRS 149.157 and it shall read as follows:

Section 149.157. (1) Any person aggrieved by a listing of any portion of his property as timberland by the county tax commissioner may file a protest with the county judge, provided the protest is in writing and is made within thirty days of receipt of notice of the listing. Protest may be made on the ground that the land or any portion so listed is not timberland, or that the timberland so listed will not be benefited by the forest fire protective system then in effect, or benefited by the proposed forest fire protective system if being made for the first time in that county.

(2) The county judge shall hear all protests properly filed. Protests shall be heard within a reasonable time after

the filing thereof, and reasonable notice shall be given to the protestant and the Director of the Division of Forestry as to the time and place of the hearing. The county judge shall have authority to issue subpoenas to compel the attendance of witness desired by any interested party, and he shall be authorized to administer the oath to any witness.

(3) Proceedings for hearing any protest shall be summary and the findings of the county judge shall be final, and an order shall be entered either dismissing the protest or directing the proper county officials to alter their records in accordance with the findings.

Section XII. Section 149.180 of the Kentucky Revised Statutes is hereby amended to read as follows:

Whenever possible, the Director of the Division of Forestry shall collect the costs of fire fighting done under the direction of the forest warden in accordance with the provisions of KRS 149.140 to 149.190 and approved as provided in KRS 149.160, from the person responsible for the origin of the fire by his negligence or intent, and shall return any costs so collected to the State Treasury for credit to the special fund provided for in KRS 149.190, and such amounts shall be repaid to the county in which the costs were incurred, but not exceeding the payments made by that county in the fiscal year in which such costs were accrued, and the funds so repaid to the county shall be placed in the County Forest Fire Protection Fund provided for in KRS 149.156. The Commonwealth's Attorney of the county in which the fire occurred shall institute and prosecute the necessary proceedings.

Section XIII. Section 149.190 of the Kentucky Revised Statutes is hereby amended to read as follows:

(1) Each county that has elected to cooperate with the Division of Forestry shall, upon presentation to its governing body of an itemized statement duly certified by the Director of the Division of Forestry, repay into the Division of Forestry monthly, beginning on July 1 of each year, any amounts expended in the preceding month by the Division of Forestry in such county for forest fire protection, forest fire detection,

prevention and suppression, not exceeding in any one year an amount measured by the acreage, computed upon the basis of two cents an acre, of privately owned forests in the county, according to the United States Forest Reappraisal Study of 1945 subject to additions and deductions of acreage since the making of this study. In any additions or deductions of acreage from that given by this study, any land shall be considered as forestland if it conforms to the definition of "timberland" provided in KRS 149.105. The amounts so repaid by the counties into the Division of Forestry from time to time shall be paid into the State Treasury and shall be credited to a special fund for forest fire protection, forest fire detection, prevention and suppression, and, with such other funds as may be appropriated by the General Assembly, or contributed by the United States or any governmental or private agency for these purposes, shall be used and disbursed by the Division of Forestry for such purpose.

(2) When the county elects to cooperate with the Division of Forestry under the terms of KRS 149.140 it shall be liable to the Division of Forestry for the amount provided in subsection (1) of this statute, regardless of the amount collected by the assessment of each timberland owner in the county.

(3) In any case in which the Division of Forestry and the governing body of any county cannot agree upon the additions or deductions to privately owned forest acreage in a particular county, or to changes in forest acreage from year to year, the question shall be submitted to the judge of the circuit court of the county by a summary and informal proceeding, in term or vacation, and a decision of the judge, certified to the governing body and to the Division of Forestry respectively, shall be conclusive and final.

S. B. No. 235. An Act defining safe burning periods during forest fire seasons.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. It shall be unlawful for any owner or lessee of land to set fire to, or to procure another to set fire to, any woods, brush, logs, leaves, grass, debris, or other inflammable material upon such land unless he previously shall have taken all reasonable care and precaution, by having cut and piled the same or carefully cleared around the same, to prevent the spread of such fire to lands other than those owned or leased by him. It shall also be unlawful for any employee of any such owner or lessee of land to set fire to or to procure another to set fire to any woods, brush, logs, leaves, grass, debris, or other inflammable material, upon such land unless he shall have taken similar precautions to prevent the spread of such fire to any other land.

§ 2. During the months of March, April, May, October, November and December, even though the precautions required by Section One of this Act shall have been taken, it shall be unlawful, in any county or portion thereof organized for forest fire control under the direction of the Director of the Division of Forestry, or designated as a forest fire control area by such Director, for any person to set fire to, or to procure another to set fire to, any brush, leaves, grass, debris, or field containing dry grass or other inflammable material capable of spreading fire, located in or within three hundred feet of any woodland or brush-land, except between the hours of 4:30 o'clock post meridian and twelve o'clock midnight, or when the ground is covered with snow.

§ 3. The provisions of Section two of this Act shall not not apply to fires which may be set within the corporate limits of any town or city in the State, nor to fires set on right of ways of railroad companies by their duly authorized employees, nor to fires for the purpose of burning plant beds.

§ 4. Any person violating any provisions of this Act shall, upon conviction, be fined not less than ten nor more than one hundred dollars, or imprisoned for not less than ten days nor more than six months, or both, for each separate offense. If any forest fire shall originate as a result of the violation by any person of any provision of this Act, such person shall, in addition to the above penalty, be liable to

the State and to each county for the full amount of all expenses incurred by the State and the county respectively in suppressing each fire, such amounts to be recoverable by action brought by the Director of the Division of Forestry in the name of the Commonwealth on behalf of the Commonwealth and by the county attorney on behalf of the county.

S. B. No. 238. An Act relating to the state parks; providing for the commissioning of certain employes of the Division of Parks as peace officers, and providing a penalty for the violation of regulations governing the parks.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. A new section of the stautes is created to read as follows:

The Director of the Division of Parks, in his discretion, may commission the chief custodian of each state park, and such other of the employes of the division assigned to the various parks as the director deems necessary, as park patrolmen, and such custodians and employes, when so commissioned, shall have all of the powers of peace officers within the boundaries of any state park. Any custodian or employe so commissioned shall be required to execute bond, in a penal sum fixed by the director, for the faithful and lawful performance of his duties.

§ 2. Section 148.990 of the Kentucky Revised Statutes is amended to read as follows:

Any person who violates subsection (2) of KRS 148.050 shall be fined not less than ten dollars nor more than one hundred dollars, or imprisoned in jail for not less than one day nor more than ten days, or both.

S. B. No. 237. An Act relating to forest management on private and public lands.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The Director of the Division of Forestry, in the Department of Conservation, or his authorized agent, may, upon request, and whenever he deems it essential to the best interests of the people of the Commonwealth, cooperate with counties, cities, corporations, institutions or individuals in preparing plans for the protection, management and replacement of trees, woodlands and timber tracts, under an agreement that the parties obtaining such assistance pay at least the field expenses of the men employed in preparing said plans. Services rendered under this cooperative plan may include the designation of trees for sale or removal, measuring or estimating the commercial volume contained in the trees designated, marketing advice, and general forestry advice concerning the management of the land owner's forest.

§ 2. When services are rendered under this Act, the landowner or his agent, upon presentation of a statement, shall pay to the Division of Forestry within thirty days of receipt of the statement, the amount due. The amounts so collected by the Division of Forestry shall be paid into the State Treasury and shall be credited to a special fund for forest management and marketing, and, with such other funds as may be appropriated by the General Assembly, or contributed by the United States or any governmental or private agency for these purposes, shall be used and disbursed by the Division of Forestry for such purpose.

S. B. No. 253. An Act relating to public works and improvements, on the special assessment plan, in cities of all classes other than first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. As used in this Act, unless the context otherwise requires:

(1) "Public Way" embraces a public street, sidewalk, boulevard, avenue, road, lane, alley, highway, parkway, court or terrace.

(2) "Sidewalk" means a path for pedestrians along a street.

(3) "Street" means any public way other than alley or sidewalk.

(4) "Sewer" means a conduit above or below ground for the passage of sewage, and embraces manholes and other appurtenances; and may embrace a pumping station and outlet where deemed necessary; and may also embrace the building of culverts over or enclosing of streams where necessary or advisable to carry off storm water.

(5) "Sewage System" means a system or network of sewers and may embrace a sewage treatment plant.

(6) "Water Line" means a pipe for the passage of water for public hydrants and private and public use and consumption.

(7) "Cost of Improvement," among other things, includes cost of labor, material and equipment necessary to complete a satisfactory work and all land acquired and every expense connected with the improvement including preliminary and other surveys, inspections on work and engineering, attorney's fees, preparation of plans and specifications, printing of notices and cost of financing.

(8) "Legislative Body of the City" means the chief legislative body of the city, whether it is a board of aldermen, general council, board of trustees, board of commissioners, or otherwise.

(9) Street Improvement" and "Improvement of a Public Way" embrace the grading or re-grading and the paving or re-paving of streets, and if the legislative body of the city so orders, may embrace curbs and gutters, sewer inlets, catch basins and leads thereto.

(10) "Sidewalk Improvements" embraces the grading for and construction of sidewalks, and if the legislative body of the city so orders may embrace curbs and gutters.

(11) "Sewer Improvements" embraces the construction of sewers and manholes, and the relaying where necessary of streets and sidewalks necessarily torn up or damaged, and, if the legislative body of the city so orders, may include street inlets, catch basins and leads thereto.

(12) "Water Line Improvements" embraces the laying of water lines, and the relaying where necessary of streets and sidewalks necessarily torn up or damaged, and, if the legislative body of the city so orders, may include fire hydrants and leads thereto.

(13) "City" means a city of any class other than one of the first class.

Section 2. (1) In any city in any case where all or part of the cost of improvement of a public way, sidewalk, sewer, sewage system, or water line is authorized to be assessed against abutting or benefited property, any such assessment shall be valid, in the case of vacant or unimproved lots or parcels of real estate, to the extent it does not exceed seventy-five per cent of the value of the lot or parcel, and in the case of lots or parcels on which there is a dwelling or similar improvement or appurtenance, to the extent it does not exceed fifty per cent of the value of such lot or parcel with such dwelling or similar improvement or appurtenance; in both cases the value of the improvement for which the assessment is made shall be taken into consideration in fixing the value of the property.

(2) It is declared that no improvement authorized by this Act will specially benefit any lot or parcel in a sum greater than the amount which together with all other special assessments, if any, made under this act or any other law against the same lot or parcel within ten years preceding the official date of the assessment, whether paid or unpaid or partially paid, is equal to one hundred and fifty per cent of the value of such lot or parcel, including improvements thereon; accordingly, no series of such special assessments may exceed in total one hundred and fifty per cent of the value of such lot or parcel in any ten-year period.

(3) When, in any action to enforce an improvement lien, it is pleaded by the owner of the property and the court finds that the amount assessed or apportioned against the property is greater than the percentage of value permitted under this section, the court shall determine what is the legal per cent of the value, and adjudge a lien for the amount and interest. The city shall pay the balance of the amount so assessed or apportioned out of its fund for general purposes or any other available funds.

Section 3. In any city in any case where all or part of the costs of improvement of a sewer or sewage system is assessed, according to law, upon abutting property in accordance with the number of front or abutting feet, any lot or parcel or real estate which abuts upon the public way under or along which the sewer is constructed shall, if the sewer extends to and reaches either property line of such lot or parcel of such public way so as to be available for service to such lot or parcel, be assessable according to the total number of feet of such lot or parcel that front or abut upon such public way, the same as if the sewer extended across the entire frontage of such lot or parcel. For the purpose of this section, any piece of real estate occupied and used as the grounds and yard area of a single dwelling shall be deemed to be one lot or parcel, notwithstanding that the same may be platted as separate lots.

Section 4. If any assessment or assessment installment for a public improvement is not paid when due, the official charged by law with the duty of collecting or receiving payment of the same shall cause the amount thereof, including interest, to be placed upon the next tax bill for general city taxes, and the official charged with the duty of collecting the general city taxes shall collect the same at the same time and in the same manner as he collects the general city taxes with the same attorney's fee, interest and penalties and under the same provisions as are, or may be provided by law in the case of municipal taxes. The assessment or assessment installment, with penalties and interest, and cost of collection so placed upon the tax bill, shall have the same status and lien as general city taxes, and no distinction or

priority shall exist between the same and the general city taxes in the collection thereof.

Section 5. In any city it may be provided, in the ordinance by which the cost of improvement of any water line, sewer or public way is apportioned to abutting or benefited property, that in the case of corner lots along the side of which such an improvement extends, and against which within ten years next preceding the passage of the ordinance an assessment was made for an improvement of like class upon an intersecting street, any such corner lot, to the extent of its side footage along which the improvement extends, does not exceed one hundred and twenty feet, shall be assessable only for one-half of such footage, and in apportioning the cost of such improvement to the various property owners, one-half of such footage of corner lots shall not be be counted as assessable footage but such exemption shall not exceed the lot's frontage on the intersecting street.

Section 6. In any city it may be provided, in any ordinance providing for the construction or improvement of a street, sewer or water line, that the cost of improvement in intersections be assessed against the benefited property on either or both of the intersecting streets.

Section 7. Any city may provide for the improvement of more than one street in the same ordinace, and let a contract accordingly, provided that the improvements, including the intersections, on all of the streets included in such ordinance, are to be of the same type of construction.

Section 8. In any city it may provide, in any ordinance providing for the improvement of a public way, sewer, sewerage system or water line, that the city through its proper agency may do the work with its own forces and equipment. The city under such conditions shall prepare prior to the letting an estimate of costs for that work, which estimate shall be read publicly at the opening of bids for that respective work, and which estimate must be itemized in the same classification as bids are requested. In the event the city's estimate is lower than any of the legal bids received in that

letting, the city may then do the work with its own forces and equipment and the costs as stated in the city's estimate shall not be exceeded in apportioning the cost thereof among the benefited property owners.

Section 9. The legislative body of a city, in its ordinance covering a particular works, may make allowances and grant credit to property owners for improvements previously made made by such property owners to the extent, and only to the extent, that such existing improvement shall be of value and utility as a part of the improvement for which such assessment is made, and may prescribe a plan or system for fixing and determining said allowances and credits.

Section 10. In any city it may be provided, in any ordinance providing for any public works, that the city will pay a definite portion of the cost thereof, either a fixed amount or a percentage of cost, out of its fund for general purposes or any other available fund and the remainder of the cost of such improvements shall be assessed against the property owners.

Section 11. Any local improvement which has been initiated under any other law then in force may be completed and financed asd assessments made on account thereof, in accordance with the provisions of such other law.

Section 12. It is the intent of this Act that any present laws governing special assessments for public works in cities of the first class shall not be affected by this Act.

S. B. No. 189. An Act relating to the city-county board of health for cities of the first class and counties containing such cities.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 212.380 of the Kentucky Revised Statutes of 1946 is amended to read as follows:

(1) The board shall be composed of seven members, two of whom shall be the mayor of the city and the county judge of the county, as members ex officio, and five of whom shall be appointed by the joint action of the mayor and the county judge. Each appointive member shall be not less than thirty years of age, intelligent and discreet, and shall have been a continuous resident of the county for at least two years prior to the date of his appointment. At least one of the appointive members must be a licensed pharmacist, and not more than three of the appointive members may be physicians. All appointive members shall be eligible for reappointment.

(2) In the event none of the appointive members of the board heretofore appointed pursuant to Chapter 41 of the Acts of 1942 is a licensed pharmacist, the member appointed to succeed the member whose term expired June 30, 1947, shall be removed from office on June 30, 1948, and a licensed pharmacist shall be appointed to the board in place of such member, to serve for the unexpired term ending June 30, 1951. At the expiration of such term, and every four years thereafter, a licensed pharmacist shall be appointed to the board, to serve for a term of four years and until his successor is appointed and qualified. The two members of the board appointed to succeed the members whose terms expired on June 30, 1944, and the two members appointed to succeed the members whose terms expired on June 30, 1945, shall serve until the expiration of their terms, and thereupon, and every four years thereafter, two members shall be appointed to serve for terms of four years and until their successors are appointed and qualified.

S. B. No. 190. An Act to amend and reenact Section 289.190 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 289.190 of the Kentucky Revised Statutes is amended to read as follows:

(1) For every loan made a note secured by first mortgage on real estate shall be given accompanied by a transfer and pledge of shrares of the borrower. The shares so pledged shall be held by the association as collateral security for the performance of the conditions of the note and mortgage. The note and mortgage shall provide the number of shares pledged and the amount of money advanced thereon and shall be conditioned for the payment as provided in the bylaws, of the monthly or weekly dues on the shares and the interest and premiums upon the loan, together with all fines upon payments in arrears, until the shares reach the value fixed by the articles of incorporation or by the bylaws or until the loan is otherwise canceled and discharged. Provided, however, that mortgages may be accepted without requiring payment of existing liens payable in fixed installments for streets, roads, sewers and other public improvements, if in the judgment of the board of directors, the security offered is satisfactory. Provided, this subsection (1) shall not apply to loans made under Title I of the Federal Housing Act as authorized by Section 386.030 of the Ketucky Revised Statutes.

(2) Paid-up, installment and other shares without other security may, at the discretion of the directors, be pledged as security for loans to the amount not exceeding eighty percent of their value, as determined at the time of application for the loan.

(3) If the borrower neglects to offer security satisfactory to the directors within the time prescribed by the bylaws, his right to the loan shall be forfeited and he may, in the discretion of the board of directors, be charged with one month's interest at the rate for which the money is loaned together with all expenses incurred and the money appropriated for the loan may be reloaned at the next or any subsequent meeting of the board of directors.

S. B. No. 207. An Act relating to membership in the Teachers' Retirement System; amending KRS 161.240 so as to provide for eligibility to membership for present and future members of the instructional and administrative staffs

of public Junior Colleges established and maintained under 165.160 to 165.260, K.R.S. inclusive.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 161.240 of the Kentucky Revised Statutes is amended to read as follows:

(1) Districts, Institutions and Offices Included in System.—The retirement system shall embrace all of the public elementary and secondary schools of the state and the institutions and offices enumerated in subsection (4) of KRS 161.220.

(2) The retirement system shall further embrace any existing public Junior Colleges established and maintained under 165.160 to 165.260, KRS, inclusive, the members of the instructional and administrative staffs of which shall on and after July 1, 1948, be eligible to membership in the Teachers' Retirement System of the State of Kentucky with the following options as to said membership:

(a) Any present member of the instructional and administrative staffs may individually decline membership and waive all obligations and rights under the statutes 161.220 to 161.710, KRS, inclusive, by acknowledgment on a proper form provided by the Board of Trustees.

(b) Any present member of the instructional and administrative staffs may come into membership with the status of "new" teacher entering service on July 1, 1948.

(c) Any present member of the instructional and administrative staffs may make the retirement contribution provided by law for any year or years subsequent to July 1, 1940, taught in the institution in which now employed and in addition thereto an actuarial adjustment of three per cent compound interest and receive service credit as if payment had been made currently as their respective duties were performed. Members of the staff taking this option shall be entitled to prior service credit as defined in KRS 161.220

(7). A true record of all such service shall be filed in the office of the Board of Trustees of the Teachers' Retirement System.

(3) The foregoing options must be determined in writing prior to July 1, 1948. If no option is made on the part of any member of the staffs, his status shall be that of option (b) and membership in the Retirement System shall be required as a condition of employment. On and after July 1, 1948, membership shall be compulsory as a condition of employment for all new members of the instructional and administrative staffs of said existing public Junior Colleges.

(4) The obligations, rights, benefits, and privileges created by subsections (2) and (3) of this section shall be extended to any public Junior College or Colleges created after July 1, 1948, and created and maintained under Section 165.160 to 165.260, KRS, inclusive, under such rules and regulations not inconsistent with the statutes as the Board of Trustees of the Teachers' Retirement System may adopt.

S. B. No. 240. An Act relating to property subject to taxation; providing an exemption for certain unmanufactured agricultural products.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 132.200 of the Kentucky Revised Statutes is amended to read as follows:

All property subject to taxation for state purposes shall also be subject to taxation in the county, city, school or other taxing district in which it has a taxable situs, except the classes of property described in KRS 132.030 and 132.050, and the following classes of property, which shall be subject to taxation for state purposes only;

(1) Farm implements and farm machinery owned by a person actually engaged in farming and used in his farm operation.

(2) Livestock and domestic fowls.

(3) Capital stock of building and loan associations.

(4) Machinery and products in course of manufacture, of individuals or corporations actually engaged in manufacturing, and their raw material actually on hand at their plants for the purpose of manufacture. Individuals or corporations actually engaged in the printing, publication and distribution of a newspaper or operating a job-printing plant shall be deemed to be actually engaged in manufacturing.

(5) Unmanufactured agricultural products (except that the same shall be exempt from taxation for state purposes to the extent of the value, or amount, of any unpaid nonrecourse loan or loans thereon granted by the United States Government or any agency thereof), and except that cities and counties may each impose an ad valorem tax of not exceeding fifteen cents on each one hundred dollars of the fair cash value of all unmanufactured agricultural products subject to taxation within their limits that are not actually on hand at the plants of manufacturing concerns for the purpose of manufacture, nor in the hands of the producer or any agent of the producer to whom the products have been conveyed or assigned for the purpose of sale.

(6) Money in hand, notes, bonds, accounts and other credits, whether secured by mortgage, pledge or otherwise, or unsecured, and shares of stock, except that nothing in this section shall forbid local taxation of franchises of corporations or of the shares of banks, trust companies or combined banks and trust companies doing business in this state, or domestic life insurance companies.

S. B. No. 244. An Act relating to the appointment, duties and compensation of deputy coroners and stenographers for coroners; amending sections 72.130 and 72.140 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 72.130 of the Kentucky Revised Statutes is amended to read as follows:

In counties having a population of 200,000 or more the coroner shall appoint a chief deputy coroner and one other deputy coroner whose duties shall be to keep the books of the office, summon jurors and witnesses for the inquests, and perform any other duties assigned to him by the coroner. The deputy coroners shall have the same power of serving process for the coroner as a deputy sheriff. The deputy coroners shall be appointed for a term of four years and are subject to removal by the coroner at any time. The chief deputy shall receive a salary of $3,600.00 per annum and the other deputy shall receive a salary of $2,400.00 per annum payable out of the county treasury in equal monthly installments.

§ 2. Section 72.140 of the Kentucky Revised Statutes is amended to read as follows:

In counties having a population of 200,000 or more the coroner shall appoint a stenographer to perform any stenographic or clerical work required by the coroner in connection with his office. The stenographer shall receive an annual salary of not more than $1,800.00 payable out of the county treasury in equal monthly installments. The stenographer is removable at the will of the coroner.

S. B. No. 246. An Act relating to implied warranties conserning the soundness or condition or suitability for use of products or merchandise in closed or sealed packages, and the services of process in actions based upon such warranties.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. No owner, operator or keeper of a retail mercantile establishment shall be held to have impliedly warranted the soundness or condition or suitability for use of any product or merchandise which is sold by said owner, operator or keeper in the original container, can, box, bottle or other type of

container in which it was received by said retailer from a manufacturer, processor or wholesaler and which original container is of such sort and so sealed, stoppered, fastened or inclosed as to make it impracticable to be opened for examination of the contents thereof by the retailer. None of the provisions of KRS 361.150 shall be construed to create an implied warranty in any such case, it being the intention of the General Assembly that KRS 361.150 shall not apply in any such case.

§ 2. Any broker or manufacturer's representative handling products or merchandise shall be held to have impliedly warranted the soundness or condition or suitability for use of any such product or merchandise which is sold or distributed by said broker or manufacturer's representative in the original container, can, box, bottle or other type of container in which it is delivered from the manufacturer or processor and which original container is of such sort and so sealed, stoppered, fastened or inclosed as to make it impractical to be opened for the examination of the contents. The manufacturer or processor of such products or merchandise shall likewise be held to have impliedly warranted the soundness or condition or suitability for use of any such products or merchandise. In any action based upon such an implied warranty, against a manufacturer or processor, service of process may be made upon any broker or manufacturer's representative who represents such manufacturer or processor in this state, and if such manufacturer or processor does not have such representative or agent within this State for the purpose of the service of process, such process may be made upon the Secretary of State in the same manner as is now provided for the service of process in other civil actions under the provisions of the Civil Code of Practice.

Any manufacturer or processor selling merchandise or products in the Commonwealth of Kentucky shall designate a broker or agent or the Secretary of State of the Commonwealth as his process agent, and shall file such designation with the Secretary of State of the Commonwealth of Kentucky, and if he has no resident agent or broker in the Com-

monwealth of Kentucky and is required to designate a process agent, he shall pay with the filing of such designation to the Treasurer of the Commonwealth of Kentucky to the General Fund, the same amount that is required by law for the designation of a corporate process agent.

The venue of any actions arising under this act shall be either in the County where the products or merchandise were purchased or in the County where the person aggrieved resides.

S. B. No. 263. An Act relating to revenue and taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. That Article III of Chapter 22, of the Acts of General Assembly of 1906, is hereby repealed.

§ 2. Whereas, some doubt exists as to whether the above Article was effectively repealed by the 1938 General Assembly, with the result that a cloud is placed upon the title to a number of valuable tracts of land in this state, and the economic development of the state thereby is impaired, an emergency is declared to exist and this Act shall become effective upon its passage and approval by the Governor.

Ordered that said bills be printed and referred to the Committee on Rules.

The message which was received from the Senate also announced that they had adopted a resolution which originated in that body as follows, viz.:

S. Res. No. 57. A Concurrent Resolution memorializing Congress to pass Community Property Law.

Whereas, it is our belief that a fundamental American concept of government is the establishment and maintenance

of equity and freedom from discrimination among citizens in their relation to government, and

Whereas, it is further our belief that such equity and freedom from discrimination does not now exist in the matter of the imposition of Federal income taxes pursuant to Article XVI of the Constitution of the United States and its implementing statutes, because of the inequality of the income tax burdens upon the residents of a few states of the Union and those of the many other states resulting from the so-called community property laws of the said few states, and

Whereas, it is our belief that such inequality is substantial and places an additional heavy tax burden annually upon a large segment of the residents of this state, and

Whereas, it is much more feasible that this inequality be corrected by Congress than for the common law states to uproot their rules of property in an effort to remove this discrimination, and

Whereas, it is our belief that the best and most equitable means available for the removal of this tax discrimination lies within the legislative powers of the Congress and the legislative approval powers of the Chief Executive,

Now Therefore be it Resolved, that the Legislature of the Commonwealth of Kentucky respectfully urge the Congress of the United States to speedily correct the Federal income tax law by eliminating the inequitable tax discrimination between residents of the so-called community property states and the so-called common law states, of which this state is one, and

Be It Further Resolved that the Legislature of the Commonwealth of Kentucky respectfully urge the President of these United States to speedily approve such corrective legislation when, as and if submitted to him for executive approval, and

Be It Further Resolved, that copies of this resolution be sent to the President of the United States, to each member of Congress and to the Governor and Legislative body of every common law state in the Union.

Mr. John C. Watts moved that the House do now concur in said resolution.

Said motion was agreed to.

And thereupon said resolution was adopted.

The message which was received from the Senate also announced that they had passed bills which originated in this body of the following titles, viz.:

H. B. No. 69. An Act relating to the compensation of the State Veterinarian.

H. B. No. 207. An Act relating to traps and the trapping of animals.

H. B. No. 70. An Act relating to the powers of the State Board of Agriculture with respect to the adoption, issuance and neforcement of regulations, including provisions for penalties for violating such regulations.

H. B. No. 71. An Act relating to the employment of veterinarians by the State Board of Agriculture.

H. B. No. 202. An Act relating to the taking of mussels and the buying of mussel shells, including provisions for licenses and license fees.

H. B. No. 292. An Act relating to elections, with particular relation to elections, both regular and primary, in cities under the commission form of government.

H. B. No. 126. An Act to provide a lien on radios, phonographs, and combinations thereof, automatic music players, refrigerators and all portable electrical instruments or appliances, in favor of the person, firm or corporation engaged in the business of repairing, and repairing such articles, and for a sale of such articles upon failure of the owner to pay the charges for repairs, storage and expenses incidental to sale.

With an amendment thereto as proposed and adopted by the Senate.

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amend H. B. No. 126 by striking from line 9 on page 2 the words "orally or".

H. B. No. 233. An Act pertaining to motor vehicles, including motor carriers.

With an amendment thereto as proposed and adopted by the Senate.

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amend House Bill No. 233, page 2, section 3, to read as follows:

"Whenever the ownership of a vehicle for which weight fees are paid under KRS 186.055 is changed and the use of such vehicle is changed so that it is no longer liable for the payment of such weight tax, a refund of the portion of the tax paid allocable to the remainder of the unexpired period for which the tax was paid may be refunded for destroyed vehicles in Section KRS 186.121."

Ordered that said bills, with the exception of those which were amended in the Senate, be delivered to the Enrolling Clerk of this House.

Ordered that said bills with amendments as proposed and adopted by the Senate be laid on the Clerk's desk.

Mr. Leroy Saylor moved that the privilege of the floor be extended to Mr. A. Joe Asher.

Said motion was agreed to.

Mr. Martin moved that the privilege of the floor be extended to Miss Short and Mr. Robert Reigert.

Said motion was agreed to

Mr. Coleman moved that the privilege of the floor be extended to Mr. Paul B. Boyd.

Said motion was agreed to.

Mr. Durham Howard moved that the privilege of the floor be extended to Dr. Frahes, Mr. McBroom, Mr. and Mrs. Earl Petery and Mr. Elmer Partin.

Said motion was agreed to

Mr. Spillman moved that the privilege of the floor be extended to Mr. and Mrs. Wm. Kammer.

Said motion was agreed to.

Mrs. Rutherford moved that the privilege of the floor be extended to Mrs. Morris Winetraub.

Said motion was agreed to

Mr. James J. Shannon moved that the privilege of the floor be extended to Mrs. Ed. Martin.

Said motion was agreed to

Mrs. Rutherford moved that the privilege of the floor be extended to Mrs. T. P. Neet and Miss Lydia Neet.

Said motion was agreed to

Mr. James J. Shannon moved that the privilege of the floor be extended to Mr. Henry Curry and Mr. Charles Curry.

Said motion was agreed to.

The Speaker delivered to the Chief Clerk of this House the following communication, viz.:

March 5, 1948.

Mr. Byron Royster

Chief Clerk

House of Representatives.

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

Senate Bill	182	House Bill	137
Senate Bill	193	House Bill	158
House Bill	355	House Bill	304
House Bill	18	Senate Res.	39
House Bill	206	Senate Bill	147
House Bill	286	House Bill	274
House Bill	381	House Bill	275
House Bill	296	Senate Bill	158
House Bill	328	House Bill	425
House Res.	47	House Bill	335
House Bill	323	House Res.	44
House Bill	123	House Res.	45
		House Bill	228

A majority of the Rules Committee today has reported the following bill to be acted upon in the Orders of the Day:

House Bill	360	House Bill	398
House Bill	358	House Bill	377
House Bill	294	House Bill	259
House Bill	316	Senate Bill	47
Senate Bill	252	House Bill	222
House Bill	246	House Bill	370
House Bill	400	House Bill	310

House Bill	353	House Bill	388
Senate Bill	200	House Bill	293
		Senate Bill	48

Very truly yours,

(Sd.) T. HERBERT TINSLEY,

Speaker.

REPORT OF COMMITTEE ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had exmained and found to be correctly enrolled resolutions and a bill of the following titles, viz.:

S. Res. No. 6. A Joint Resolution authorizing the payment of a claim for holding examining trials allowed by the Marion Circuit Court, to G. C. Spalding of Lebanon, Ky.

S. Res. No. 8. A Joint Resolution authorizing Mell T. Prather to sue the Commonwealth of Kentucky and the Department of Highways of the Commonwealth of Kentucky, either or both.

S. Res. No. 15. A Joint Resolution authorizing Curtis Pigman to sue the Commonwealth of Kentucky.

S. Res. No. 14. A Joint Resolution authorizing Dan T. Martin to sue the Commonwealth of Kentucky.

S. Res. No. 17. A Joint Resolution authorizing the personal representative of R. G. Hanner, deceased of Providence, Kentucky, to sue the Commonwealth of Kentucky.

S. B. No. 78. An Act relating to Banks and Trust Companies and Combined Bank and Trust Companies, providing for Permissive Holidays, amending KRS Section 356.085 and 356.193 to conform thereto and repealing all laws in conflict therewith.

Thereupon all other business was suspended, said resolutions and said bill were each and severally read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bill and said resolutions to the Senate.

Mr. John C. Watts moved that the House do now take up from the Clerk's desk a bill which was reported to this House from the Senate today.

Said motion was agreed to.

Thereupon the House took up for consideration a bill entitled:

H. B. No. 126. An Act to provide a lien on radios, phonographs, and combinations thereof, automatic music players, refrigerators and all portable electrical instruments or appliances, in favor of the person, firm or corporation engaged in the business of repairing, and repairing such articles, and for sale of such articles upon failure of the owner to pay the charges for repairs, storage and expenses incidental to sale.

With an amendment thereto as proposed and adopted by the Senate.

(For bill see H. J. of February 17, 1948, ante.)

Said amendment thereto as proposed and adopted by the Senate is as follows, viz.:

Amend H. B. 126 by striking from line 9 on page 2 the words "orally or".

Said amendment was then concurred in.

Said bill was then passed as amended.

The yeas and nays being taken thereon were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Richard R. Houpt	Amos Runyan
Jason Alford	D. W. Howard	Glenn Rushing
Roy W. Arnold	M. G. Howard	Mrs. Rutherford
Earl F. Ashcraft	Ira W. Hulette	James J. Shannon
Bernhardt Bauer	Kerby Jennings	Paul E. Shannon
Fred Beshear	Paul S. Jonas	Jesse H. Shelton
A. H. Calvert	L. H. Jones	Harry Smith
Paul Carter	Ercel Kozee	John M. Spaulding
George I. Cline	Harry K. Lowman	Chas. L. Spillman
Walter K. Coleman	W. E. McClure	Geo. W. Steinford
Everett T. Cooper	F. G. Marquette	Albert Thomason
Horace T. Cull	E. H. Martin	Wilford S. Travis
B. G. Davidson	Archie R. Moore	J. B. Veech
G. I. Drury	Harmon S. Overby	John C. Watts
Kermit Dwyer	H. C. Patterson	Lawrence Watts
Otto W. Goff	H. M. Pewitt	Morris Weintraub
Henry C. Hale	J. H. Polsgrove	Rodney Whitlow
N. M. Hamilton	Ottis Roberts	Geo. F. Williamson
C. J. Holsclaw	Lilburn S. Rogers	Charles W. Wirsch

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Ordered that said bill be delivered to the Enrolling Clerk of this House.

Mr. John C. Watts moved that the House do now take up from the Clerk's desk a bill which was reported to this House from the Senate on today.

Said motion was agreed to.

Thereupon the House took up for consideration a bill entitled:

H. B. No. 233. An Act pertaining to motor vehicles, including motor carriers.

With an amendment thereto proposed and adopted by the Senate.

(For Bill see H. J. of February 20, 1948, ante.)

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amend House Bill No. 233, page 2, section 3, to read as follows:

"Whenever the ownership of a vehicle for which weight fees are paid under KRS 186.055 is changed and the use of such vehicle is changed to that it is no longer liable for the payment of such weight tax, a refund of the portion of the tax paid allocable to the remainder of the unexpired period for which the tax may be refunded as provided for destroyed vehicles in Section KRS 186.121."

Said amendment was then concurred in.

Said bill was then passed as amended.

The yeas and nays being taken thereon were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Perry M. Cross	M. G. Howard
Jason Alford	Horace T. Cull	R. N. Hubbard
Earl F. Ashcraft	B. G. Davidson	Ira W. Hulette
Sidney Baer	Owen Deering	Kerby Jennings
Bernhardt Bauer	G. I. Drury	Paul S. Jonas
C. E. Baumgardner	Kermit Dwyer	L. H. Jones
Fred Beshear	Otto W. Goff	Ercel Kozee
Chas. J. Bronston	Henry C. Hale	Harry K. Lowman
Paul Carter	N. M. Hamilton	W. E. McClure
Earl W. Christian	James P. Hanratty	F. G. Marquette
George I. Cline	Carson Hibbitts	E. H. Martin
Walter K. Coleman	Richard R. Houpt	Archie R. Moore
Robert Collins	Clyde S. Howard	E. C. Mullins
Everett T. Cooper	D. W. Howard	H. C. Patterson

H. M. Pewitt	James J. Shannon	J. B. Veech
J. H. Polsgrove	Paul E. Shannon	W. J. Ward
Hobart Rayburn	Jesse H. Shelton	John C. Watts
Ottis Roberts	Harry Smith	Lawrence Watts
Lilburn S. Rogers	John M. Spaulding	Morris Weintraub
Amos Runyan	Chas. L. Spillman	Lynn Boyd Wells
Glenn Rushing	Geo. W. Steinford	Rodney Whitlow
Mrs. Rutherford	G. C. Thornton	Geo. F. Williamson
D. B. Saylor	Wilford S. Travis	Charles W. Wirsch

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Ordered that said bill be delivered to the Enrolling Clerk of this House.

Bills and a resolution of the following titles were introduced, viz.:

By Mr. Martin.

H. B. No. 449. An Act relating to the compensation of constables in counties containing a city of the second class.

Said bill is as follows, viz.:

Whereas, constables in counties containing a city of the second class are required to render services from which the state receives a benefit, and for which the state has not provided adequate compensation;

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Each constable in a county containing a city of the second class shall be paid out of the State Treasury, in addition to the fees now prescribed by law, a salary of $900 per annum, payable in equal monthly installments out of the State Treasury. The amount necessary to pay the same is hereby appropriated out of the General Expenditure Fund in the State Treasury.

By Mr. McClure,

H. B. No. 450. An Act providing for the distribution, to each county, of a portion of the revenue received from certain state taxes on legal processes and instruments.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Twenty-five percent of the revenue received from the taxes imposed by paragraphs (b) and (c) of subsection (1) of KRS 142.010, shall be returned to the county in which the tax was paid and be credited to the General Fund of the county.

§ 2. This Act shall take effect on January 1, 1951.

H. B. No. 451. An Act repealing Section 28.130, Kentucky Revised Statutes, 1946 (Third Biannual edition), effective January 1, 1951.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 28.130, Kentucky Revised Statutes, 1946 (Third Biannual Edition), be and the same is hereby repealed.

This Act shall become effective January 1, 1951.

By Mr. John C. Watts.

H. B. No. 452. An Act relating to canceled checks issued prior to July 1, 1936, by the Department of Highways out of its Labor Expense Fund whereby authorization is given for their destruction or confiscation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Canceled checks issued prior to July 1, 1936, by the Department of Highways out of its Labor Expense Fund for the payment of the department's maintenance employes may be sold as waste paper, destroyed or confiscated in any manner the department deems best.

By Mr. Hulette

H. Res. No. 63. A Joint Resolution authorizing Frank E. Moore, of Frankfort, Kentucky, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Whereas, Frank E. Moore, of Frankfort, Kentucky, was injured while in the performance of his duties as an employe of the Commonwealth of Kentucky, at the State Capitol Power Plant, by reason of a hazard to which he was necessarily exposed by virtue of the nature of his employment; and

Whereas, the circumstances surrounding the injury to the said Frank E. Moore were such as to impose a moral obligation upon the Commonwealth for damages;

Now, Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Frank E. Moore, of Frankfort, Kentucky, is authorized to sue the Commonwealth of Kentucky, in the Franklin Circuit Court for injuries arising out of and in the course of his employment as an employe of the Commonwealth, for which damages the Commonwealth is morally responsible. Said suit shall be for a sum not in excess of $5,000.00.

The Attorney General may investigate the claim and may settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the General Expenditure Fund in the State Treasury upon war-

rant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals of Kentucky.

The General Assembly hereby expressly recognizes the moral responsibility of the Commonwealth for damages for the personal injuries suffered by said Frank E. Moore, and in any suit that may be filed under authority of this Resolution the jury shall have authority only to fix the amount of such damages.

Ordered that said bills and said resolution be printed and referred to the Committee on Rules.

The Committee on Rules, to which the same had been referred, reported bills and rsolutions of the following titles, viz.:

S. B. No. 182. An Act repealing, amending and re-enacting Section 28.300 of the Kentucky Revised Statutes relating to the number and compensation of deputies of Circuit Court Clerks and County Court Clerks in Counties containing a population of 75,000 or more.

S. B. No. 193. An Act relating to condemnation of property, for oil or gas pipe lines and facilities related thereto.

H. B. No. 355. An Act defining group life insurance and prescribing provisions which must be contained in policies providing for group life insurance.

H. B. No. 18. An Act relating to hours of work and annual leave for members of the police department in cities of the second or third class.

H. B. No. 206. An Act declaring the business of distributing, selling or furnishing artificial gas, in bottles, tanks,

tubes or other similar containers, to be a public utility, and providing for the regulation and control of such business by the Public Service Commission.

H. B. No. 286. An Act relating to the teacher retirement system.

H. B. No. 381. An Act relating to state resources, and the analysis, development, utilization, and publicizing thereof; providing for a Department of State Resources, defining its powers and duties, and transferring and appropriating monies to it; and abolishing the Division of Publicity, the Kentucky Progress Commission, and the Division of Geology.

H. B. No. 296. An Act providing for toilets and dressing rooms for employes; amending Section 338.120 of the Kentucky Revised Statutes.

H. B. No. 328. An Act relating to free textbooks, including provision for furnishing free textbooks to children attending teacher training schools of the State Teachers Colleges and the University of Kentucky.

H. Res. No. 47. A Resolution authorizing E. H. Marhoefer, Jr., Company to sue the Commonwealth of Kentucky; authorizing a compromise or settlement of such claim or suit; and providing for the payment of any judgment obtained or the amount of any settlement agreed upon.

H. B. No. 323. An Act to authorize the procurement and award of a military service medal to be known as the Conspicious Service Cross to Kentucky War veterans having received a citation or the Purple Heart Medal; and appropriating money therefor.

H. B. No. 123. An Act to amend Section 69.290 of the Kentucky Revised Statutes, which Act relates to salaries of Assistant County Attorneys.

H. B. No. 137. An Act to amend Section 69.280 of the Kentucky Revised Statutes, which Act relates to Assistant

County Attorneys in counties containing 250,000 or more population; their appointment and term.

H. B. No. 158. An Act relating to the expenses allowable to sheriffs and their deputies to counties containing a city of the first class.

H. B. No. 304. An Act repealing and re-enacting Section 70.030 Kentucky Revised Statutes relating to Deputy Sheriffs and their salaries.

S. Res. No. 39. A Joint Resolution authorizing the Pearson Construction Company, Incorporated, of 311 Ninth Street, Benton Harbor, Michigan, to sue the Commonwealth of Kentucky.

S. B. No. 147. An Act relating to safety glass in motor vehicles.

H. B. No. 274. An Act to repeal, amend and re-enact Subsection 2 of Section 71.070 of the Kentucky Revised Statutes, so as to increase the amount of compensation that may be paid to the Chief Deputy Jailer, Deputy Jailers, Guards and Turnkeys in counties having a population of 200,000 or more.

H. B. No. 275. An Act to repeal, amend and re-enact Subsection (1) of Section 64.150 of the Kentucky Revised Statutes, so as to increase the sum paid to jailers in counties containing cities of the first class for keeping and dieting prisoners confined for an offense other than a felony or contempt of court; and repealing, amending and re-enacting subsection (3) of Section 64.150 of the Kentucky Revised Statutes, so as to increase the sum paid to Jailers in counties containing cities of the first class for keeping and dieting prisoners charged with a felony or contempt.

S. B. No. 158. An Act to regulate the practice of chiropody.

H. B. No. 425. An Act relating to individuals who are exempt from poll tax.

H. B. No. 335. An Act providing that a certain road be added to the Constitution as a part of the state primary road system.

H. Res. No. 44. A Joint Resolution authorizing Richmond Salyer, of Salyersville, Kentucky, to sue the Commonwealth of Kentucky.

H. Res. No. 45. A Joint Resolution authorizing Morgan Wireman, as administrator of the estate of Johnny Wireman, Salyersville, Kentucky, to sue the Commonwealth of Kentucky.

H. B. No. 228. An Act relating to teachers' retirement.

With the expression of opinion that same should pass.

Whereupon said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

H. B. No. 436. An Act amending KRS relating to procedure in case of attachments and garnishments served upon the Commonwealth.

H. B. No. 435. An Act relating to revenue and taxation, providing for license of certain lawful coin operated machines.

H. Res. No. 59. A Joint Resolution for the payment of the Senate and House employees.

S. B. No. 90. An Act relating to Jury Commissioners and amending Section 29.050 of the Kentucky Revised Statutes.

H. Res. No. 51. A Joint Resolution authorizing and directing the payment of the sum of $83.02 to Eugene Limville, for services rendered as circuit court clerk of Robertson County, Kentucky, and appropriating that amount from the State Treasury.

S. B. No. 89. An Act relating to redevelopment corporations in cities of the second class, and the clearing, replanning, rehabilitating and reconstruction of substandard, insanitary, slum and blighted areas in such cities, through such.

S. B. No. 243. An Act relating to judicial districts; creating an additional district and making changes in apportionment of counties to the twenty-sixth, thirty-third and thirty-fifth districts.

H. B. No. 8. An Act regulating the relation between owners and operators of motor vehicles and certain passengers therein.

S. B. No. 219. An Act to provide that building and loan associations may renew and extend the note evidencing such loan.

H. B. No. 397. An Act relating to removal of President, faculty and employees.

H. Res. No. 19. Joint Resolution authorizing the payment of claims to Hunt-Forbes Construction Co., arising out of a contract with the Commonwealth.

H. B. No. 257. An Act relating to motor carriers, with reference to tax on passenger vehicles operated as busses.

H. B. No. 66. An Act relating to poll taxes.

H. B. No. 386. An Act relating to zoning and planning in cities of first class with particular reference to nonconforming uses.

H. B. No. 430. An Act to provide an additional Assistant Commonwealth's Attorney in counties having a population of 200,000.

H. B. No. 351. An Act relating to juries, with particular reference to qualifications.

H. B. No. 313. An Act providing that certain roads be added to the Constitution as part of the State Primary Road System.

S. B. No. 54. An Act relating to the number of voters in election precincts.

S. B. No. 160. An Act relating to boards of registration.

Ordered that said bills and said resolutions be read at length the second time.

Mr. John C. Watts moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

ORDERS OF THE DAY

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 316. An Act relating to sick leave for teachers in the common schools.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. For the purpose of this Act "teacher" shall mean any person for whom certification is required as a basis of employment in the public schools of the state with the exception of superintendents, supervisors and attendance officers.

§ 2. Any district Board of Education may allow any any teacher the equivalent of one day sick leave for each month of the current school year without any deduction from his salary as fixed by the salary schedule, provided he presents a personal affidavit or a certificate of a reputable physician stating that he was ill on the day or days absent and that his presence would have endangered his health or the health of others. The number of days permitted for sick leave herein shall not be accumulated and be used in another school year.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to sick leave for teachers in the common schools.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. For the purpose of this Act "teacher" shall mean any person for whom certification is required as a basis of employment in the common schools of the state with the exception of superintendents, supervisors and attendance officers.

§ 2. Each district board of education shall allow to each teacher in the common school system not less than ten days sick leave during each school year, without deduction of

salary. Any days of sick leave not taken during any school year shall accumulate and may be taken in any subsequent school year or years, except that no teacher shall be entitled to take more than twenty days of accumulated sick leave unless the district board of education, in its discretion, authorizes a greater number of days to be accumulated. Any district board of education may, in its discretion, allow teachers in its common school system sick leave in excess of the number of days prescribed in this section.

Mr. Runyan and Mr. Hibbitts offered the following amendment to said Committee amendment to said bill by way of substitute therefor, viz.:

Amend printed copy of substitute to H. B. 316 on page 1, section 2, line 3, by changing the period after the word salary to a comma and adding the following words:

"provided he presents a personal affidavit or a certificate of a reputable physician stating that he was ill on the day or days absent."

Said amendment to said Committee amendment to said bill by way of substitute therefor was agreed to.

Said Committee amendment to said bill by way of substitute therefor as amended was then agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Sidney Baer	Chas. W. Burnley
Jason Alford	Fred Beshear	Paul Carter
Earl F. Ashcraft	Chas. J. Bronston	George I. Cline

Walter K. Coleman	F. G. Marquette	LeRoy Saylor
Everett T. Cooper	E. H. Martin	James J. Shannon
Horace T. Cull	C. D. Moberly	Paul E. Shannon
B. G. Davidson	Archie R. Moore	Jesse H. Shelton
Owen Deering	E. C. Mullins	Harry Smith
G. I. Drury	Thomas A. Noe, Jr.	John M. Spaulding
Kermit Dwyer	H. C. Patterson	Chas. L. Spillman
Otto W. Goff	H. M. Pewitt	Geo. W. Steinford
N. M. Hamilton	J. H. Polsgrove	Albert Thomason
E. R. Hilton	Hobart Rayburn	G. C. Thornton
C. J. Holsclaw	Ottis Roberts	Wilford S. Travis
Richard R. Roupt	F. L. Robinson	J. B. Veech
Kerby Jennings	Lilburn S. Rogers	John C. Watts
Paul S. Jonas	Amos Runyan	Lawrence Watts
L. H. Jones	Glenn Rushing	Morris Weintraub
Ercel Kozee	Mrs. Rutherford	Rodney Whitlow
Harry K. Lowman	Dr. K. N. Salyer	Geo. F. Williamson
W. E. McClure	D. B. Saylor	Charles W. Wirsch

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Resolved that the title thereof be as amended.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

H. B. No. 398. An Act amending Section 15.115 of the Kentucky Revised Statutes whereby provision is made for the appointment of four additional Assistant Attorneys-General to the Department of Highways and making provisions for the salaries of each, the time of payment and the term of appointment.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 15.115 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Attorney General with the approval of the Commissioner of Highways, may appoint additional assistant attorneys-general, not exceeding four (4), to aid the Assist-

ant Attorney General assigned to the Department of Highways in the performance of his duties. The salary of each attorney shall be fixed by the Commissioner of Highways with the approval of the Attorney General not exceeding the sum of forty-five hundred dollars ($4,500), and shall be payable in monthly installments out of the State Road Fund.

(2) Such attorneys shall serve no longer than the term of the Attorney General making the appointment, unless sooner removed by him.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Bernam Adams	Clyde S. Howard	Mrs. Rutherford
Jason Alford	Ira W. Hulette	Dr. K. N. Salyer
Earl F. Ashcraft	Kerby Jennings	LeRoy Saylor
Bernhardt Bauer	Paul S. Jonas	James J. Shannon
Fred Beshear	L. H. Jones	Paul E. Shannon
Chas. J. Bronston	Ercel Kozee	Jesse H. Shelton
Chas. W. Burnley	Harry K. Lowman	Harry Smith
Paul Carter	W. E. McClure	John M. Spaulding
George I. Cline	F. G. Marquette	Chas. L. Spillman
Walter K. Coleman	E. H. Martin	Albert Thomason
Everett T. Cooper	C. D. Moberly	G. C. Thornton
Horace T. Cull	Archie R. Moore	Wilford S. Travis
B. G. Davidson	E. C. Mullins	John C. Watts
Owen Deering	Thomas A. Noe, Jr.	Lawrence Watts
G. I. Drury	H. M. Pewitt	Morris Weintraub
Otto W. Goff	E. F. Prichard	Rodney Whitlow
N. M. Hamilton	Hobart Rayburn	Geo. F. Williamson
E. R. Hilton	F. L. Robinson	Charles W. Wirsch
C. J. Holsclaw	Lilburn S. Rogers	
Richard R. Houpt	Glenn Rushing	—58

There voted in the negative—

Ottis Roberts —1

Resolved that the title thereof be as aforesaid.

Mr. John C. Watts moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

The Speaker vacated the chair and designated Mr. McClure as Speaker Pro Tem.

At the instance of the Committee on Rules, the House then took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 358. An Act relating to Revenue and Taxation, particularly to the taxation of transfers of property or any interest therein.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 140.070 of the Kentucky Revised Statutes is amended to read as follows:

"The tax upon transfers of property as defined in the preceding sections of this chapter shall be at the following rates:

'(1) Class A. In case the transfer is to or for the benefit of a parent, surviving spouse, child by blood, stepchild, child adopted during infancy or a grandchild who is the issue of a child by blood, of a stepchild or of a child adopted during infancy, the tax, subject to the exemptions provided in KRS 140.080, shall be:

On its value not exceeding $20,000	2%
On its value exceeding $20,000, but not exceeding $30,000	3%
On its value exceeding $30,000, but not exceeding $45,000	4%

On its value exceeding $45,000, but not exceeding $60,000 ..... 5%
On its value exceeding $60,000, but not exceeding $100,000 ..... 6%
On its value exceeding $100,000, but not exceeding $200,000 ..... 7%
On its value exceeding $200,000, but not exceeding $500,000 ..... 8%
On its value exceeding $500,000 ..... 10%

'(2) Class B. In case the transfer is to or for the benefit of a brother, sister, brother or sister of the half-blood, nephew, niece, nephew or niece of half-blood, daughter-in-law, son-in-law, aunt or uncle, the tax, subject to the exemption provided in K.R.S. 140.080, shall be:

On its value not exceeding $10,000 ..... 4%
On its value exceeding $10,000, but not exceeding $20,000 ..... 5%
On its value exceeding $20,000, but not exceeding $30,000 ..... 6%
On its value exceeding $30,000, but not exceeding $45,000 ..... 8%
On its value exceeding $45,000, but not exceeding $60,000 ..... 10%
On its value exceeding $60,000, but not exceeding $100,000 ..... 12%
On its value exceeding $100,000, but not exceeding $200,000 ..... 14%
On its value exceeding $200,000 ..... 16%

'(3) Class C. In case the transfer is to or for the benefit of any person not exempted by K.R.S. 140.060 nor included in either Class A or Class B, the tax, subject to the exemption provided in K.R.S. 140.080 shall be:

On its value not exceeding $10,000 ..... 6%
On its value exceeding $10,000, but not exceeding $20,000 ..... 8%
On its value exceeding $20,000, but not exceeding $30,000 ..... 10%
On its value exceeding $30,000, but not exceeding $45,000 ..... 12%

On its value exceeding $45,000, but not exceeding $60,000 ..... 14%

On its value not exceeding $60,000 ..... 16%'

Section 2. The provisions of K.R.S. 140.010 to 140.090 shall not apply where a decedent, who was domiciled in this state at the time of his death, has a net estate of the fair cash value of three million dollars or more which would otherwise be taxable by this state for inheritance tax purposes. Such estate shall not be subject to an inheritance tax but shall be subject to an estate tax only which shall be equal to the amount of the credit allowable for state death taxes under the applicable Federal tax law. Such taxes shall be collected as provided in K.R.S. 140.130 and 140.140.

Section 3. Section 140.080 of the Kentucky Revised Statutes is amended to read as follows:

"(1) There shall be free from any tax under the preceding provisions of this chapter the following inheritable interests:

"(a) Wife or infant child by blood or a child by blood who has been declared incompetent by a court of competent jurisdiction, $10,000;

"(b) All other persons of Class A, under K.R.S. 140.070, $5,000;

"(c) All persons of Class B, under K.R.S. 140.070, $1,000; and

"(d) All persons of Class C, under K.R.S. 140.070, $500.00.

"(2) If the decedent was not a resident of this state, the exemption shall be the same proportion of the allowable exemption in the case of residents that the property taxable by this state bears to the whole property transferred by the decedent.

"(3) The exemption provided in this section shall be subtracted from the value of the respective distributive shares before the rates, provided in K.R.S. 140.070, are applied thereto to determine the amount of tax due thereon."

Section 4. Section 140.090 of the Kentucky Revised Statutes is amended to read as follows:

"In calculating the value of the distributive shares the following deductions and no others shall be allowed:

"(a) Debts of the decedent, except debts secured by property not subject to the tax jurisdiction of Kentucky; and except debts barred by the Statute of Limitations;

"(b) Taxes accrued and unpaid, except those on property not subject to the tax jurisdiction of Kentucky;

"(c) Death duties paid to foreign countries;

"(d) Federal estate taxes, in the proportion which the net estate in Kentucky subject to Federal estate taxes bears to the total net estate everywhere subject to Federal estate taxes; all calculations are subject to approval by the Department of Revenue;

"(e) Drainage, street or other special assessments due and unpaid which are a lien on said property;

"(f) Funeral, monument, and cemetery lot maintenance expenses actually paid not exceeding in total sixteen hundred dollars;

"(g) Commission of executors and administrators in the amount actually allowed and paid;

"(h) Cost of administration, including attorney's fees actually allowed and paid."

Section 5. (1) As used in this section the word "transfer" means a taxable transfer under the provisions of Chapter 140 of the Kentucky Revised Statutes.

(2) Subject to the provisions of this section, any person to whom property is transferred shall be allowed a credit against the tax imposed by KRS 140.070, if the property was transferred to the immediate decedent within five years prior to the death of the immediate decedent and a tax paid on the prior transfer under the provisions of Chapter 140 of the Kentucky Rvised Statutes. To be entitled to such tax credit, the person claiming it shall identify the property as having been so transferred and taxed or identify the property as having been acquired in exchange for property so transferred and taxed.

(3) The tax credit shall be computed by allocating to that part of the previously taxed property, which is the sub-

ject of the immediate transfer, the proportionate part of the tax paid on the prior transfer as the present value of the previously taxed property transferred to the immediate beneficiary or distributee bears to the total present value of all the property received by the immediate decedent from the prior decedent which is transferred to all the immediate beneficiaries or distributees. Provided, however, that the tax credit shall not exceed an amount equal to such proportion of the total tax due on all property transferred to the immediate beneficiary or distributee from the immediate decedent (computed before any tax credit is applied) as the present value of the previously taxed property transferred to the immediate beneficiary or distributee from the immediate decedent bears to the present value (including any exemption allowed) of all property transferred to the immediate beneficiary or distributee from the immediate decedent. If the estate of the immediate decedent consists in part of property not previously transferred and taxed as described in subsection (2), it shall be presumed for the purpose of this subsection, unless the contrary clearly appears, that each distributive share of the entire estate includes the same proportion of the previously taxed property as the entire value of each share bears to the aggregate value of all the entire shares.

Section 6. Subsection (3) of Section 140.160 of the Kentucky Revised Statutes is amended to read as follows:

"Except as herein provided, no action to enforce the collection of the tax imposed by this chapter shall be commenced more than ten years after the cause of action first accrued. In case the settlement of an estate is delayed because of litigation or other unavoidable cause, as described in subsection (1) of KRS 140.210, such delay shall suspend the limitation, prescribed by this subsection, until the cause of delay is removed. In the case of a fraudulent return or any other fraudulent representation affecting the amount of or the liability for the tax imposed by this chapter, notwithstanding any provision of limitation provided elsewhere, the tax due by reason thereof may at anytime be assessed and

collected by the methods set out in this chapter, including action in a court of competent jurisdiction."

Section 7. Section 140.240 of the Kentucky Revised Statutes is amended to read as follows:

"The personal representative of any estate from which a tax is or may be due may make an estimate agreeable to the Department of Revenue and pay that amount to the department, which shall receipt therefor, at anytime before the amount of tax is determined, and shall thereupon be entitled to the discount and be relieved of interest and penalty. Permits shall then be issued for the transfer of securities or real property upon the amount so paid in the same manner as if the tax were then determined. Any excess so paid shall be refunded to the person paying or entitled thereto, out of the General Fund in the same manner and subject to the same conditions as other refunds are made except that, the request for the refund may be made at anytime within two years after the date of the final assessment made by the department."

Section 8. Section 140.040 of the Kentucky Revised Statutes is amended to read as follows:

"(1) Whenever any person shall exericse a power of appointment derived from any disposition of property (whether by will, deed, trust, agreement, contract, insurance policy or other instrument) regardless of when made, such appointment when made shall be deemed a transfer taxable under the provisions of this chapter in the same manner as though the property to which such appointment relates belonged absolutely to the donee of such power and had been bequeathed or devised by such donee by will; and whenever any person possessing such a power of appointment so derived shall omit or fail to exercise the same in whole or in part, within the time provided therefor, a transfer taxable under the provisions of this chapter shall be deemed to take place to the person or persons receiving such property as a result of such omission or failure to the same extent that such property would have been subject to taxation if it had passed under the will of the donee of such power.

"(2) When the death of the donor of a power of appointment occurs on or after April 24, 1936, the transfer shall be deemed to take place, for the purpose of taxation, at the time of the death of the donor and the assessment be made at that time against the life interest of the donee and the remainder against the corpus. In the event this provision should operate to provide an exemption for any beneficiary of a donee not authorized by KRS 140.080, then this exemption shall be retrospectively disallowed. It is further provided that the remainder interest passing under the donee's power of appointment, whether exercised or not, shall be added to and made a part of the distributable share of the donee's estate for the purpose of determining the exemption and rates applicable thereto. In such cases the value of the property to which the power of appointment relates shall be determined as of the date of the death of the donor, and shall be taxed at the rates and be subject to the exemptions in effect at the death of the donor, but the determination of the applicable rates and exemptions (in effect at the death of the donor) shall be governed by the relationship of the beneficiary to the donee of the power of appointment.

"(3) Where the death of the donor of a power of appointment occurred prior to April 24, 1936, the transfer shall be deemed to take place, for the purpose of taxation, at the time of the death of the donee, in the same manner as though the property to which the appointment relates belonged absolutely to the donee of such power. In such cases, the value of the property to which the power of appointment relates shall be determined as of the date of the death of the donee and shall be taxed at the rates and be subject to the exemptions in effect at the death of the donee. The determination of the applicable rates and exemptions (in effect at the death of the donee) shall be governed by the relationship of the beneficiary to the donee of the power of appointment."

Section 9. Whenever any bond or other evidence of indebtedness, the property rights to which are determined by contract with or the laws or regulations of the United States rather than the general laws of this state, is registered jointly in the names of two persons as coowners and the

payment thereof may be made to either coowner upon his separate request, the right of the survivor of such coowners shall be deemed a transfer under Chapter 140 of the Kentucky Revised Statutes to the extent herein provided, regardless of who may have possession of the bond or other evidences of indebtedness. If the rights of each of the coowners were acquired other than for an adequate and full consideration in money or money's worth, the extent to which the survivor's right therein shall be deemed a transfer shall be governed by KRS 140.050. If the rights of either coowner was acquired for an adequate and full consideration in money or money's worth, then upon the death of either coowner the right of the survivor shall be deemed a transfer to the extent that the value of the bond or other evidence of indebtedness represents the contribution in money or money's worth made by the deceased coowner in the acquisition of such bond or other evidence of indebtedness. The provisions of this section shall apply to the right of any survivor described herein, if the death of the deceased coowner occurs on or after the effective date of this section, whether the bond or other evidence of indebtedness was acquired before or after the effective date of this section. Except as to the extent specifically provided herein, the provisions or the application of this section shall not be construed to repeal, amend or affect the application of KRS 140.050.

Section 10. Subsection (1) of Section 140.110 of the Kentucky Revised Statutes is amended to read as follows:

"In the case of estates in expectancy which are contingent or defeasible, a tax shall be levied at the rate which, on the happening of the most probable contingencies or conditions named in the will, deed, trust agreement, contract, insurance policy or other instrument, would be applicable under the provisions of this chapter. Monies so collected shall be distributed as are other inheritance tax funds. If the property so taxed shall ultimately vest in possession in persons taxable at a lower rate, or in a person or a corporation exempt from taxation by this chapter, upon application by such beneficiary to the Department of Revenue for refund of any excess tax, the Department of Revenue, after investi-

gation, shall certify to the Department of Finance the amount of such refund. The Department of Finance shall refund such excess payment of tax in the same manner as other refunds are made."

Section 11. Section 140.260 of the Kentucky Revised Statutes is amended to read as follows:

"Notwithstanding any of the provisions of this chapter, any life insurance company may pay the proceeds of any policy upon the life of a decedent or the balance due at the death of the decedent on an annuity contract to the person entitled thereto as soon as it has mailed to the Department of Revenue a notice, in such form as the department may prescribe, setting forth the fact of such payment. The department may by regulation dispense with the requirements for this notice as to payment of policy proceeds amounting to one thousand dollars or less."

Section 12. Subparagraph (i) of Section 140.090 of the Kentucky Statutes is repealed.

Section 13. Subsections (1) and (3) of Section 140.180 of the Kentucky Revised Statutes are repealed.

Section 14. As used in Sections 14 to 33 of this Act, unless the context otherwise requires:

(1) "Property" means any real, personal or mixed property or any interest therein of a resident or nonresident donor and includes:

(a) All real property within this State, and

(b) All tangible and intangible personal property the gift of which this State may constitutionally tax.

(2) "Gift" includes the passage by gift of any property or income therefrom, in possession or enjoyment, present or future, in trust or otherwise, directly or indirectly, or any transfer made with donative intent. Where property is transferred, with donative intent, for less than an adequate and full consideration in money or money's worth, the amount by which the value of the property exceeds the value of the consideration is included in the word "gift". "Gift" does not include any transfer of property in trust where the power

to revest in the donor title to the property is vested in the donor, either alone or in conjunction with any person not having a substantial adverse interest in the disposition of the property. However, "gift" does not include the relinquishment or termination of any such power, other than by the donor's death, a transfer by the donor by gift of the property subject to the power, and any payment of the income from the property to a beneficiary other than the donor.

(3) "Donor" includes any person who transfers property to another with donative intent.

(4) "Donee" includes any person who receives property transferred to him from a donor.

(5) "Net gifts" means the total amount of the fair cash value of gifts made, after the effective date of this Act, during a calendar year less the annual exemption allowed in Subsection (2) of Section 16 for the particular year.

(6) "Department" means the Department of Revenue.

Section 15. For the calendar year 1948 and each calendar year thereafter, a tax is imposed upon the transfer during such calendar year by any person by gift. The tax shall be computel upon the fair cash value of the property at the date of the gift and shall be at the rates and according to the classifications prescribed for inheritance tax purposes in KRS 140.070, except that the rates for gift tax purposes shall be seventy-five percent of the applicable rates for inheritance tax purposes, and except that the exemptions provided for inheritance tax purposes in KRS 140.080 shall not be allowed in determining the amount of the gift tax. For each calendar year the tax shall be an amount equal to the excess of (1) a tax computed by applying the rates, hereinabove prescribed, to the aggregate sum of net gifts for such calendar year and all preceding calendar years, over (2) a tax computed in like manner for all preceding calendar years.

Section 16. (1) All gifts to educational, religious or other institutions, societies, or associations, whose sole object and purpose are to carry on charitable, educational, or religious work within the state, all transfers for or upon trust for any charitable, educational, or religious purpose in this state and all transfers to cities and towns or public institu-

tions in this state for public purposes, shall be exempt from the tax imposed by section 15 of this Act. But no such corporation or association shall be entitled to such exemption if any officer, member, shareholder, or employe thereof shall receive or may be lawfully entitled to receive any pecuniary profit from the operations thereof, except reasonable compensation for services in effecting one or more of such purposes or as proper beneficiaries of its strictly charitable purpose; or if the organization thereof, for any such avowed purpose, be a guise or pretense for directly or indirectly making any other pecuniary profit for such corporation or association, or for any of its members or employes, or if it be not in good faith organized or conducted exclusively for one or more of such purposes. Provided, however, that all gifts for, or in trust for, educational, religious or other institutions, societies or associations whose sole object and purpose are to carry on charitable, educational, or religious work and all transfers for, or in trust for, any city, county, state, or other public agency, if the said charitable, educational, religious, or public activity be in some other state than Kentucky, shall be exempt only if the state in which said charitable, educational, religious, or public activity is situated levies no tax on gifts to Kentucky charitable, educational, religious, or public purposes.

(2) Gifts of property (other than of future interests in property) in the aggregate value of $3,000 made by any donor to any donee in any one calendar year shall be exempt from and excluded in computing the tax imposed by Section 15 of this Act. Any portion of the annual exemption which is not used in any particular year shall not be applied to gifts made in any other calendar year.

Section 17. (1) The tax imposed by Section 15 of this Act shall apply to one-half, or other proper fraction, of the value of any real or personal property purchased by an individual with his own funds, where title to such property is taken in the name of such individual and one or more other persons as joint tenants with rights of survivorship, or as tenants by the entirety. Where a person, without adequate and full consideration in money or money's worth creates,

out of his own separate estate in either real or personal property, a joint estate with the right of survivorship or an estate by the entirety, with one or more other persons, the tax shall apply to one-half or oher proper fraction of the value of the property. The tax shall also apply to the extent of the amount of a joint blank account or similar account drawn by a person for his own individual benefit from funds furnished by another with a donative intent.

(2) The tax imposed by section 15 of this Act shall apply to the assignment of a life insurance policy by the insured or the designation in such policy of a beneficiary by the insured, where the insured does not retain what amounts to the power of revocation as, for example, the right to surrender or cancel the policy, the right to obtain a loan against the policy or its cash surrender value, or a right to change the beneficiary or assignee. In the case of a right to change the beneficiary or assignee, the right of revocation shall be construed to be retained only in case the insured retains the right to make the proceeds of the policy payable to the insured, his estate or otherwise for his benefit. Such assignment or designation shall constitute a gift, and be subject to the tax, even though the right of the assignee or beneficiary to receive the proceeds is conditioned upon his surviving the insured.

(3) If a person purchases, in whole or in part, with his separate funds any bond or other evidence of indebtedness, the property rights to which are determined by contract with or the laws or regulations of the United States rather than the general laws of this state, and causes same to be registered in his name and that of another individual as coowner, and the payment thereof may be made to either coowner upon his separate request, the tax shall not apply unless and until the purchaser during his lifetime gratuitously permits such other person to redeem such bond or other evidence of indebtedness and retain the proceeds thereof as such other person's separate property. In such event the tax shall apply to such proportion of the value at the time of the redemption of the bond or other evidence of indebtedness as represents the contribution in money or money's worth which the donor made

in the acquisition of such bond or other evidence of indebtedness.

Section 18. (1) The value of every future, contingent or limited estate, income or interest for the purposes of section 15 of this Act shall be determined by the rules, methods and standards of mortality and of value prescribed by the appropriate United States life mortality table for ascertaining the value of life estates, annuities and remainder interests except that the rate of interest assessed in computing the present value of all future interests and contingencies shall be 4% per annum.

(2) When an annuity or a life estate is terminated by the death of the annuitant or life tenant, and the tax upon such interest has not been fixed and determined, the value of the interest for the purpose of section 15 of this Act shall be that amount of the annuity or income actually paid or payable to the annuitant or life tenant during the period for which the annuitant or life tenant was entitled to the annuity or was in possession of the life estate.

Section 19. (1) In the case of estates in expectancy which are contingent or defeasible, a tax shall be levied under section 15 of this Act at the rate which, on the happening of the most probable contingencies or conditions named in the deed, trust agreement, contract, insurance policy or other instrument, would be applicable. If the property so taxed shall ultimately vest in possession in persons taxable at a lower rate, or in a person or corporation exempt by subsection (1) of section 16, upon application by such donee to the Department of Revenue for refund of any excess tax, the department, after investigation, shall certify to the Department of Finance the amount of such refund. The Department of Finance shall refund such excess payment of tax in the same manner as other refunds are made.

(2) Where an estate or interest can be divested by act or omission of the donee, it shall be taxed as if there were no possibility of divesting.

Section 20. The Department of Revenue shall administer the provisions of sections 14 to 33 of this Act, and shall collect the taxes imposed therein, and in doing so shall have

such powers and duties as are given it in Chapter 131 of the Kentucky Revised Statutes.

Section 21. When the department has reason to believe that several gifts are actually part of one transaction, the department may elect to disregard intermediate parts of the transaction even though they may appear to be separate gifts, and determine the tax as if the entire transaction were one gift, in accordance with the real effect of the transaction.

Section 22. Every person making any gift, other than those exempted by section 16 of this Act, during that part of the calendar year after the effective date of this Act, or during any subsequent calendar year, shall file a return with the department on or before the fifteenth day of March of the calendar year immediately succeeding the calendar year in which the gift was made. The return shall be verified by a written declaration that it is made under the penalties of perjury, and shall be in the form prescribed by the department.

Section 23. (1) Any trustee of property transferred in trust who has actual knowledge that the transfer is a gift shall file a gift return as to the property in trust as the department may by regulation require.

(2) Each donee shall file such a gift return or furnish such information as the department may specifically require of him.

Section 24. Any person who fails to make a return required by section 22 of this Act within the time required shall pay a penalty of ten percent of the tax found to be due, but in no case less than $10, to be assessed and collected in the manner provided for the assessment and collection of taxes due under section 15 of this Act.

Section 25. (1) As soon as is practicable after the return is filed, the department shall determine and assess the taxes due thereon as imposed by section 15 of this Act. The tax shall be assessed to the donor and shall be paid by him to the Department of Revenue within thirty days after the date of the notice of the assessment.

(2) The donor of a gift shall be personally liable for the tax imposed thereon. If the tax is not paid when due, the donee of any gift shall be personally liable for such tax to the extent of the value of such gift.

(3) The tax shall be and remain a lien upon property transferred by gift until the tax is paid. The lien shall not affect any personal property after it has passed to a bona fide purchaser for value.

Section 26. If the tax imposed by section 15 of this Act is not paid when due, the taxpayer shall pay as a penalty, in addition to the amount of the tax, an additional tax of 5% of the amount due, plus 1% for each month the tax or additional tax remains unpaid. The department, upon submission to it of satisfactory evidence that the failure to pay the tax within the time prescribed was not willful or evasive, may modify the exaction to not less than 1% for each month following the due date of the tax.

Section 27. If any gift tax is paid where no tax was due, a refund thereof shall be made in the same manner and subject to the same conditions as other refunds are made.

Section 28. In case of a false or fraudulent return, or the omission to file a return, or the failure to include in a return any property subject to the tax imposed by section 15 of this Act, whether or not the omission is with intent to evade the tax and notwithstanding any provision of limitation elsewhere provided, the tax due by reason thereof may be assessed and collected by the department, at any time during the life of the donor or after his death within the period of limitation prescribed in the case of inheritance taxes, by the methods set out in sections 14 to 33 of this Act, including action in a court of competent jurisdiction.

Secon 29. If a tax has been imposed on any gift under section 15 of this Act and thereafter upon the death of the donor an inheritance tax is imposed upon the same gift by this state, there shall be credited against the inheritance tax resulting from the inclusion of such gift in the computation of such inheritance tax an amount equal to the gift tax resulting from the inclusion of such gift in the computation of the

gift tax on gifts from such donor to the donee who received such gift.

Section 30. The Department of Revenue is authorized to omit from the property subject to the gift tax imposed by section 15 of this Act, any intangible personal property of a nonresident donor (having a domicile in the United States) held in trust by a Kentucky trustee if the jurisdiction (state, territory or District of Columbia) in which the decedent is domiciled grants similar immunity to residents of Kentucky, but only in the event the donor or the donee shall present evidence that the tax has been or will be paid to the other jurisdiction.

Section 31. The proceeds of the tax imposed by section 15 of this Act shall be deposited with the State Treasurer and be credited to the General Expenditure Fund.

Section 32. Nothing in sections 14 to 33 of this Act shall be construed to repeal, amend or affect the application of the provisions of KRS 140.010 to KRS 140.290, nor of KRS 140.990. The provisions of sections 14 to 33 of this Act are intended to complement the inheritance tax laws of this Commonwealth, and shall be liberally construed to accomplish that purpose.

Section 33. Any person who makes a fraudulent return or statement with intent to defeat or evade the payment of taxes prescribed by sections 14 to 33 of this Act shall be guilty of perjury and imprisonment in the penitentiary for not less than one year nor more than five years, in addition to the civil penalties otherwise provided.

Mr. Clyde S. Howard offered the following amendments to said bill, viz.:

Amendment No. 1.

Amend printed copy of House Bill No. 358 on pages 6, 7 and 8, section 8, lines 3 to 47, inclusive, by striking all of lines 3 to 47, inclusive, and substituting therefor the following:

"(1) Whenever any person shall exercise a power of appointment derived from any disposition of property (whether by will, deed, trust agreement, contract, insurance policy or other instrument) regardless of when made, such appointment shall be deemed a transfer taxable under the provisions of this chapter in the same manner as though the property to which such appointment relates belonged absolutely to the donee of such power and had been bequeathed or devised by such donee by will; and whenever any person possessing such a power of appointment so derived shall omit or fail to exercise the same in whole or in part, within the time provided therefor, a transfer taxable under the provisions of this chapter shall be deemed to take place to the person or persons receiving such property as a result of such omission or failure to the same extent that such property would have been subject to taxation if it had passed under the will of the donee of such power. The time at which such transfer shall be deemed to take place, for the purpose of taxation, shall be governed by the provisions of subsections (2) to (4) of this section.

"(2) In the case of a power of appointment which passes to the donee thereof at the death of the donor, under any instrument, and if the donor dies on or after April 24, 1936, the transfer shall be deemed to take place, for the purpose of taxation, at the time of the death of the donor and the assessment be made at that time against the life interest of the donee and the remainder against the corpus. The value of the property to which the power of appointment relates shall be determined as of the date of the death of the donor and shall be taxed at the rates and be subject to the exemptions in effect at the death of the donor. The determination of the applicable rates and exemptions (in effect at the death of the donor) shall be governed by the relationship of the beneficiary to the donee of the power of appointment. In the event the payment of the tax at the death of the donor should operate to provide an exemption for any beneficiary of a donee not authorized by KRS 140.080, then such exemption shall be retrospectively disallowed at the time of the death of the donee. It is further provided that the remainder inter-

est passing under the donee's power of appointment, whether exercised or not, shall be added to and made a part of the distributable share of the donee's estate for the purpose of determining the exemption and rates applicable thereto.

"(3) In all cases other than that described in subsection (2) the transfer shall be deemed to take place for the purpose of taxation, at the time of the death of the donee. In such cases, the value of the property to which the power of appointment relates shall be determined as of the date of the death of the donee and shall be taxed at the rates and be subject to the exemptions in effect at the death of the donee. The determination of the applicable rates and exemptions (in effect at the death of the donee) shall be governed by the relationship of the beneficiary to the donee of the power of appointment.

"(4) The provisions of subsection (2) shall not preclude the taxation, at the death of the donee, of any transfer made by means of a power of appointment if such transfer was not in fact reported to or a tax assessed thereon by the Department of Revenue within the period of limitation prescribed by KRS 140.160. If the transfer by the power of appointment is not so reported or a tax assessed thereon, the period of limitation prescribed in KRS 140.160 shall not begin to run until the death of the donee of such power.

"(5) The amendments to this section, adopted by the 1948 General Assembly, shall apply to all powers of appointment whether created before or after the effective date of said amendments. It is the declared intention of the General Assembly to impose a tax upon every transfer of property by means of a power of appointment, regardless of when or how created, and it is the declared intention of the General Assembly that the use of the power of appointment device shall not permit the transfer of property, to which such a power relates, to escape thereby the payment of state inheritance taxes."

Amendment No. 2.

Amend printed copy of House Bill No. 358, on page 2, section 1, line 39, by striking the word "not."

Amendment No. 3.

Amend printed copy of House Bill No. 358 on page 12, section 17, subsection (1), line 12, by striking the word "blank" and substituting therefor the word "bank."

Said amendments to said bill were each and severally agreed to.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Clyde S. Howard	Mrs. Rutherford
Jason Alford	Ira W. Hulette	D. B. Saylor
Bernhardt Bauer	Kerby Jennings	LeRoy Saylor
Fred Beshear	Paul S. Jonas	James J. Shannon
Chas. J. Bronston	L. H. Jones	Paul E. Shannon
Chas. W. Burnley	Ercel Kozee	Jesse H. Shelton
Paul Carter	Harry K. Lowman	Harry Smith
George I. Cline	W. E. McClure	John M. Spaulding
Walter K. Coleman	Archie R. Moore	Chas. L. Spillman
Everett T. Cooper	E. C. Mullins	G. C. Thornton
Perry M. Cross	H. C. Patterson	J. B. Veech
Horace T. Cull	H. M. Pewitt	John C. Watts
B. G. Davidson	J. H. Polsgrove	Lawrence Watts
G. I. Drury	E. F. Prichard	Morris Weintraub
Kermit Dwyer	Hobart Rayburn	Rodney Whitlow
Otto W. Goff	Ottis Roberts	Charles W. Wirsch
C. J. Holsclaw	Lilburn S. Rogers	
Richard R. Houpt	Glenn Rushing	—52

Those who voted in the negative were—

E. R. Hilton	F. G. Marquette	—2

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

H. B. No. 259. An Act relating to alcoholic beverages, with particular relation to the sale of malt beverages at retail.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 34 of Chapter 154 of the Acts of 1944, which purported to amend Section 243.280 of the Kentucky Revised Statutes, is hereby repealed, and said Section 243.280 is amended and reenacted to read as follows:

A malt beverage retailer's license shall authorize the licensee to sell malt beverages at retail from the licensed premises only, and to purchase malt beverages only from a brewer or distributor.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length being dispensed with, said bill was read the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Fred Beshear	Walter K. Coleman
Earl F. Ashcraft	Chas. J. Bronston	Perry M. Cross
Sidney Baer	Chas. W. Burnley	Horace T. Cull
Bernhardt Bauer	George I. Cline	B. G. Davidson

Owen Deering	Harry K. Lowman	Paul E. Shannon
G. I. Drury	W. E. McClure	Chas. L. Spillman
Otto W. Goff	E. H. Martin	Geo. W. Steinford
N. M. Hamilton	Archie R. Moore	Wilford S. Travis
C. J. Holsclaw	J. H. Polsgrove	J. B. Veech
Richard R. Houpt	E. F. Prichard	John C. Watts
M. G. Howard	Glenn Rushing	Rodney Whitlow
Paul S. Jonas	Mrs. Rutherford	Charles W. Wirsch

—36

Those who voted in the negative were—

Jason Alford	Ira W. Hulette	D. B. Saylor
Roy W. Arnold	F. G. Marquette	LeRoy Saylor
Everett T. Cooper	E. C. Mullins	Harry Smith
E. R. Hilton	H. C. Patterson	G. C. Thornton
Clyde S. Howard	Ottis Roberts	

—14

And so said bill was rejected.

At the instance of the Committee on Rules, the House then took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 246. An Act relating to the annexation of certain classes of unincorporated territory by certain classes of cities.

With Committee amendment thereto.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Any city of the third class which is now located in more than one county, and any part of the boundary of which extends along the boundary of a third county may, by ordinance of the city legislative body, annex to such city any unincorporated territory in such third county that is adjacent to the present boundaries of the city and which is located within the confines formed by state or Federal highways, entering the city, which highways intersect and join at a point not more than one-half mile from the limits of the city.

The annexation shall become effective upon the enactment of such ordinance and such territory shall thereupon occupy the same status as property annexed to a city by other statutory methods.

Said Committee amendment to said bill is as follows, viz.:

Amend printed copy of House Bill No. 246 on page 1, line 11, by substituting a comma in place of the period following the word "methods" and adding thereafter the following words:

"except that the provisions of subsection (4) of KRS 242.125 shall not apply to such territory".

Said Committee amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	B. G. Davidson	M. G. Howard
Jason Alford	Owen Deering	Ira W. Hulette
Roy W. Arnold	G. I. Drury	Laban P. Jackson
Earl F. Ashcraft	Kermit Dwyer	Paul S. Jonas
Bernhardt Bauer	Otto W. Goff	Ercel Kozee
Fred Beshear	N. M. Hamilton	W. E. McClure
Chas. J. Bronston	E. R. Hilton	F. G. Marquette
Chas. W. Burnley	C. J. Holsclaw	Colman D. Moberly
George I. Cline	Richard R. Houpt	Archie R. Moore
Walker K. Coleman	Clyde S. Howard	E. C. Mullins
Horace T. Cull	D. W. Howard	J. H. Polsgrove

E. F. Prichard	James J. Shannon	Wilford S. Travis
Ottis Roberts	Paul E. Shannon	J. B. Veech
F. L. Robinson	Chas. L. Spillman	John C. Watts
Lilburn S. Rogers	Geo. W. Steinford	Morris Weintraub
Glenn Rushing	Albert Thomason	Rodney Whitlow
Mrs. Rutherford	G. C. Thornton	Charles W. Wirsch
D. B. Saylor		—52

Resolved that the title thereof be as aforesaid.

Mr. Maurice Howard moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled bills of the following titles, viz.:

H. B. No. 69. An Act relating to the compensation of the State Veterinarian.

H. B. No. 70. An Act relating to the powers of the State Board of Agriculture with respect to the adoption, issuance and enforcement of regulations, including provisions for penalties for violating such regulations.

H. B. No. 71. An Act relating to the employment of veterinarians by the State Board of Agriculture.

H. B. No. 202. An Act relating to the taking of mussels and the buying of mussel shells, including provisions for licenses and license fees.

H. B. No. 207. An Act relating to traps and the trapping of animals.

H. B. No. 292. An Act relating to elections, with particular relation to elections, both regular and primary, in cities under the commission form of government.

Thereupon all other business was suspended, said bills were read at length and compared in open session and found to be correctly enrolled, and thereupon the Speaker Pro Tem, in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bills to the Senate.

The Chief Clerk produced and read a report from the Honorable Clarence Miller, Commissioner of Finance.

Mr. John C. Watts moved that said report be spread at length upon the Journal.

Said motion was agreed to.

Said report is as follows, viz.:

COMMONWEALTH OF KENTUCKY

BIENNIAL REPORT

Commissioner of Finance

FOR FISCAL YEARS ENDING
JUNE 30, 1946
and
JUNE 30, 1947

CLARENCE MILLER
Commissioner of Finance
Division of the Budget

F. L. PHILLIPS
Acting Budget Director

LETTER OF TRANSMITTAL

Frankfort, Kentucky
January 1, 1948

Hon. Earle C. Clements
Governor of the
Commonwealth of Kentucky:

Pursuant to the provisions of Sections 42.020 and 42.030, Kentucky Revised Statutes, I submit herewith the biennial report for the last two complete fiscal years, 1945-1946 and 1946-1947. The fiscal year for the Road Fund ends on March 31st of each year as provided in Section 176.260, Kentucky Revised Statutes. The fiscal year of each of the other funds ends on June 30th as provided in Section 169 of the Constitution.

This report is arranged in two sections—the first section for 1945-1946 and the second section for 1946-1947. In each section, the operations of the ten major funds of the State are reported separately. The funds are presented in the following order: General Fund, Revolving, Trust and Agency Funds, Road Fund, Bridge Bond Sinking Fund, County Road Trust Fund, Special Deposit Trust Fund, State Fire and Tornado Insurance Fund, Unemployment Compensation Fund, County Sinking Fund and the Teachers' Retirement Fund.

The detailed and summary statements in each fund reflect the financial condition both at the beginning and the close of the year, the receipts realized and the expenditures made. In the General Fund, the Revolving, Trust and Agency Funds and the Road Fund, the results of budgetary operations and the status of each budgetary unit are reflected.

No deficits have been incurred. The accounting has been consistent with the system installed in 1936 and all transactions have complied with the provisions of the "Budget and Financial Administration Act" of 1934. In this respect we have had full cooperation of the various State agencies, all of which we desire to acknowledge.

Respectfully submitted,

CLARENCE MILLER
Commissioner of Finance

COMMONWEALTH OF KENTUCKY

ANNUAL REPORT

Commissioner of Finance

FOR FISCAL YEAR ENDING
JUNE 30, 1946

All Funds

CLARENCE MILLER
Commissioner of Finance
Division of the Budget

F. L. PHILLIPS
Acting Budget Director

COMMENTS

GENERAL FUND

Fiscal Year 1945-1946

The last Biennial Report, pages 167 and 183, shows total charges for the year 1944-1945 amounting to $32,812,651.67. This amount includes $667,569.59 brought forward from the preceding year. The schedule, pages 48-49, shows the amount and distribution of continued appropriations. Deducting the continued charges, a balance of $32,145,082.08 remains as charges incurred during the fiscal year 1944-1945.

Statements No. 2 and No. 8 in the following report show total net charges for the year 1945-1946 amounting to $34,730,040.04. This amount includes $1,226,817.29 brought forward from 1944-1945. Schedule "A", following statement No. 8 on pages 170-171 of the 1943–1945 report, shows the amount and distribution of the continued charges. After deducting these charges a balance of $33,503,222.75 remains as charges actually incurred during the fiscal year 1945-1946.

The total net charges during the last two completed fiscal years may be compared as follows:

Charges incurred in 1945-1946	$33,503,222.75
Charges incurred in 1944-1945	32,145,082.08
Increase	$ 1,358,140.67

While there were increases in some departments aggregating $2,188,125.45 there were decreases in other departments amounting to $829,884.78 leaving a net increase as shown above. For the most part the increases were due to the general increase in the price level, and increased post-war demands made on the various departments.

COMPARATIVE COST BY DEPARTMENTS

1945-1946 With 1944-1945

Department	Increase	Decrease
General Assembly	$ 218,517.79	$ .....
Judiciary and Court Costs	231,091.15	.....
Governor—Regular Accounts	.....	206.04
Governor—Special Accounts	.....	747,632.00
Department of State	.....	26,045.96
Department of Law	.....	35,964.97
Department of the Treasury	1,385.65	.....
Auditor of Public Accounts	3,611.29	.....
Finance Department and Public Properties	104,201.82	.....
Other Finance Department Allotments	116,706.86	.....
Department of Revenue	33,136.65	.....
County Tax Commissioners and Boards of Supervisors	26,666.18	.....
Elections	.....	684.42

Department of Conservation	.....	227.34
Military Department	12,688.61	.....
Department of Agriculture	15,900.26	.....
Soil Conservation Committee	2,729.50	.....
Department of Health	159,233.67	.....
Department of Welfare—Institutions	345,579.72	.....
Department of Welfare—Public Assistance	.....	7,354.64
Department of Welfare—Special Appropriation	.....	8,106.86
Department of Education	421,322.05	.....
University of Kentucky	43,290.02	.....
Teachers Colleges	.....	3,164.66
Department of Library and Archives	8,855.74	.....
Department of Business Regulations	13,759.50	.....
Department of Industrial Relations	4,921.00	.....
Department of Mines and Minerals	.....	497.89
Railroad Commissioner	1,306.01	.....
Alcoholic Beverage Control	17,994.41	.....
Allotments not Otherwise Classified	38,336.06	.....
County Fees	366,791.51	.....
Total	$2,188,025.45	$ 829,884.78
Net Increase	.....	1,358,140.67

At the beginning of the fiscal year, July 1, 1945, the gross amount of cash in bank, excluding the cold check fund, was $10,963,616.12. Against this cash, encumbrance charges amounting to $1,617,274.90 had been entered, leaving a net free balance of $9,346,341.22, not including the Special Institutional Improvement Fund. Petty cash advances amounting to $15,181.23 were in the hands of various State agencies on account of which additional encumbrances for the same amounts had been charged to the various appropriations.

During the three-months closing period, ending September 30, 1945, disbursements amounting to $676,735.59 were approved and paid on the encumbrances outstanding June 30, 1945. The petty cash accounts, including encumbrances, were closed. As a result of these transactions relating to the preceding year, encumbrances amounting to $940,539.31 remained unliquidated on September 30, 1945. Of this amount, $726,684.79 was forwarded to the year 1945-46 because of war emergency conditions, and encumbrances amounting to $213,854.52 were cancelled. These cancellations added to the free cash balance of $9,346,341.22 on June 30, 1945, made a total adjusted free cash balance of $9,560,195.74 available for 1945-46 transactions as shown in statement No. 4 of this report.

Statement No. 4 shows the additions and deductions during the fiscal year. The Institutional Improvement Fund of $5,300,000.00 plus interest accumulations is accounted for separately in Statement No. 1.

Since the following statements set forth in detail the financial and budgetary operations for the year further interpretational comments are unnecessary.

SUMMARY STATEMENT

I. CASH POSITION—ALL FUNDS

Beginning of Fiscal Year 1945-1946

FUND	Cash Balance	Encumbrances	Free Balance
General Fund:			
Regular Account	$ 7,644,566.12	$ 1,617,274.90	$ 6,027,291.22
Institutional Improvement Fund	127,624.15	.....	127,624.15
Emergency Expenditure Fund	3,319,050.00	.....	3,319,050.00
Cold Check Fund	24,755.83	.....	24,755.83
Total—General Fund	$11,115,996.10	$ 1,617,274.90	$ 9,498,721.20
Revolving, Trust and Agency Funds	5,325,843.07	1,311,123.32	4,014,719.75
State Road Fund (March 31, 1945)	14,054,258.99	5,756,992.47	8,297,266.52
Bridge Bond Sinking Fund	434,550.67	.....	434,550.67
County Road Trust Fund	72,559.63	.....	72,559.63
Special Deposit Trust Fund	52,986.56	.....	52,986.56
Fire and Tornado Insurance Fund	164,604.09	73,068.81	91,535.28
Unemployment Compensation Fund	97,460.79	.....	97,460.79
County Sinking Fund	245,800.68	.....	245,800.68
Teachers' Retirement System	6,271.79	835.23	5,436.56
Totals	$31,570,332.37	$ 8,759,294.73	$22,811,037.64

Close of Fiscal Year June 30, 1946

FUND	Cash Balance	Encumbrances	Free Balance
General Fund:			
Regular Account	$16,013,597.29	$ 1,383,491.22*	$14,630,106.07
Emergency Expenditure Fund	3,319,050.00	.....	3,319,050.00
Cold Check Fund	25,000.00	.....	25,000.00
Cash in Closed Banks	6,562.40	.....	6,562.40
Totals—General Fund Cash	$19,364,209.69	$ 1,383,491.22	$17,980,718.47
Revolving, Trust and Agency Funds	$ 5,173,364.08	$ 1,400,889.24†	$ 3,772,474.84
State Road Fund (March 31, 1946)	16,464,799.50	8,764,499.19	7,700,300.31
Bridge Bond Sinking Fund	58,977.34	.....	58,977.34
County Road Trust Fund	109,354.65	.....	109,354.65
Special Deposit Trust Fund	70,089.81	.....	70,089.81
State Fire and Tornado Insurance Fund	50,088.37	22,193.07	27,895.30
Unemployment Compensation Fund	687,173.18	.....	687,173.18
County Sinking Fund	78,030.09	.....	78,030.09
Teachers' Retirement System	291,907.51	2,971.02	288,936.49
Totals	$42,347,994.22	$11,574,043.74	$30,773,950.48

In addition to the cash balances shown above there are cash investments held as follows: Revolving, Trust and Agency Funds $2,200.00; Fire and Tornado Insurance Fund, $987,000.00; County Road Sinking Fund, $357,001.10 and the Teachers' Retirement System, $6,625,000.00. Also the Unemployment Compensation Fund has $88,880,682.04 held on deposit in trust by the Federal Government at interest.

* Does not include encumbrances for petty cash advances.
† Includes accounts that lapse at end of 90 days.

II. GENERAL FUND—Revenue Receipts

Source	1945–1946	1944–1945	1943–1944	1942–1943
I. Property and Inheritance Taxes	$ 7,726,372.75	$ 6,929,656.72	$ 6,364,341.63	$ 6,047,533.70
II. Income and Special Corporation Taxes	12,504,802.87	12,140,644.91	10,617,915.98	10,949,449.71
III. Excise Taxes—Other than Alcohol	7,202,317.40	5,526,143.29	5,769,917.85	5,104,011.68
IV. Alcohol Taxes and Licenses	11,757,416.95	8,559,120.85	5,521,679.53	7,138,216.95
V. Licenses Taxes—Other than Alcohol	2,193,209.89	1,932,449.49	1,819,913.59	1,945,582.61
VI. Departmental Fees, Sales and Rentals	132,236.08	111,340.66	93,895.88	122,967.91
VII. County and Court Costs	1,341,790.08	1,093,046.35	1,101,695.70	1,340,221.32
VIII. Miscellaneous Revenue	112,327.69	448,690.10	40,910.29	44,022.30
Total Revenue	$42,970,473.71	$36,741,092.37	$31,330,270.45	$32,692,006.18

III. GENERAL FUND—COMPARATIVE STATEMENT OF TOTAL CHARGES

	1945–1946	1944–1945	1943–1944	1942–1943
Legislative	$ 283,250.69	$ 63,668.03	$ 275,991.46	$ 12,742.58
Judiciary and Court Costs	1,638,188.94	1,411,594.40	1,441,139.32	1,666,347.76
Governor—Regular Accounts	31,593.70	31,863.09	31,166.97	32,916.65
Governor—Special Accounts	366,706.93	927,723.90	3,503,198.63	2,002,330.40
Secretary of State	23,050.68	49,883.57	21,702.41	21,320.31
Department of Law	61,414.92	87,925.40	77,418.74	85,821.00
Department of Treasury	35,984.90	36,048.34	37,900.19	36,515.40
Auditor of Public Accounts	38,587.31	37,496.22	34,328.98	35,657.29
Department of Finance	352,382.59	267,763.68	275,065.51	283,335.25
Other Finance Allotments	466,884.34	434,647.45	466,603.82	541,125.07
Department of Revenue	361,448.36	342,322.04	337,418.62	352,291.55
Other Revenue Agencies	432,582.66	405,382.33	378,460.99	378,433.92
Elections	823.04	1,495.95	932.33	1,096.28
Department of Conservation	188,397.28	188,613.31	232,838.54	84,651.72
Military Department	150,128.18	172,126.71	108,846.26	184,444.57
Department of Agriculture	152,443.23	141,616.87	105,884.25	117,332.97
Soil Conservation Committee	23,010.23	21,582.70	5,571.02	7,010.47
Department of Health	932,479.50	773,432.97	712,953.42	730,648.49
Department of Welfare—Institutional	3,132,767.01	2,879,114.87	2,839,746.25	2,713,912.79
Department of Welfare—Public Assistance	4,586,537.83	4,655,027.96	4,420,801.63	4,052,987.16
Department of Welfare—Other Appropriations	80,010.48	84,219.40	95,211.48	147,183.14
Department of Education—Administration	121,917.14	113,401.57	99,476.63	89,640.36
Department of Education—Common Schools	16,475,405.30	16,286,926.18	14,260,408.82	11,832,218.07
Department of Education—Vocational	311,212.30	309,213.26	88,170.75	86,549.73
Department of Education—Higher Education for Negroes	250,351.28	247,214.58	179,913.59	175,305.87
Department of Education—Blind and Deaf	261,173.27	257,491.42	223,095.93	229,774.43
Department of Education—Vocational Training (White)	30,032.91	30,965.36	34,874.49	35,196.31
University of Kentucky	1,500,977.13	1,490,497.79	1,578,256.85	1,542,468.80
State Teachers Colleges	1,133,556.59	1,135,356.69	1,129,592.70	1,144,194.67

III. GENERAL FUND—COMPARATIVE STATEMENT OF TOTAL CHARGES—Continued

	1945–1946	1944–1945	1943–1944	1942–1943
Library and Archives	61,509.36	53,360.42	46,877.58	59,488.38
Department of Business Regulations	104,429.06	89,768.53	95,318.31	100,997.05
Department of Industrial Relations	37,666.17	33,542.12	40,762.47	37,787.20
Department of Mines and Minerals	53,140.70	53,928.21	71,246.79	53,687.35
Railroad Commission	27,456.00	27,899.85	21,096.63	19,361.12
Board of Alcoholic Beverage Control	100,438.54	85,449.58	.....	.....
Allotments not Otherwise Classified	66,372.70	28,243.67	66,790.90	101,168.34
Jefferson County Fees	712,172.64	396,757.12	379,023.42	423,192.37
Kenton County Fees	143,556.15	82,062.14	71,152.01	73,380.54
Harlan County Fees	.....	17,563.30	33,502.02	62,595.88
Totals	$34,730,040.04	$33,753,190.98	$33,822,740.71	$29,555,111.24
Encumbrances Unpaid—End of 90-Day Period	$.....	$ 935,339.05	$ 1,358,181.65	$ 808,721.28
Encumbrances Forwarded	.....	728,943.79	1,226,817.29	667,569.59
Encumbrances Cancelled	$.....	$ 206,395.26	$ 131,364.36	$ 141,151.69

GENERAL FUND

STATEMENT NO. 1: COMPARATIVE BALANCE SHEET
As of June 30, 1945 and June 30, 1946

Assets	June 30, 1946	June 30, 1945
Cash in Bank (Checking Acct.)	$16,013,597.29	$ 7,644,566.12
Add—Emergency Expenditure Fund	3,319,050.00	3,319,050.00
Total Cash	$19,332,647.29	$10,963,616.12
Deduct—Encumbrances Outstanding	1,383,491.22	1,617,274.90
Net Available Cash Balance	$17,949,156.07*	$ 9,346,341.22
Cold Check Cash	$ 25,000.00	$ 24,755.83
Petty Cash Advances	15,500.00	15,181.23
Cash in Closed Banks	6,562.40	6,562.40
Cold Checks in Suspense	.....	244.17
Advances to Other Funds	.....	100,000.00
Inventory of Ballot Paper	5,838.00	5,838.00
Totals	$18,002,056.47	$ 9,498,922.85
Liabilities, Reserves and Surplus		
Reserve for Petty Cash Advances	$ 15,500.00	$ 15,181.23
Reserve for Cash in Closed Banks	6,562.40	6,562.40
Surplus	17,979,994.07	9,477,179.22
Totals	$18,002,056.47	$ 9,498,922.85
Special Institutional Improvement Fund		
Cash in Bank	$ 112,223.45	$ 127,624.15
Investments	4,515,000.00	5,100,000.00
Unexpended Appropriation	$ 4,627,223.45	$ 5,227,624.15
Contracts Outstanding	3,589,368.32	331,624.65
Unencumbered Balance (Schedule "A")	$ 1,037,855.13	$ 4,895,999.50

Schedule "A"

Unexpended Appropriation—Special Institutional Improvement Fund—Beginning of Year	$ 5,952,624.15	$ 5,300,000.00
Interest Earnings on Investments	121,023.34	102,162.32
Totals	$ 6,073,647.49	$ 5,402,162.32
Actual Expenditures	1,446,424.04	174,538.17
Unexpended Appropriation	$ 4,627,223.45	$ 5,227,624.15
Contracts Outstanding	3,589,368.32	331,624.65
Unencumbered Balance	$ 1,037,855.13	$ 4,895,999.50

* Not including Special Institutional Improvement Fund

GENERAL FUND

STATEMENT NO. 2: ANALYSIS OF CHANGES IN SURPLUS
Fiscal Years Ended June 30, 1946 and June 30, 1945

	Year Ended June 30, 1946	Year Ended June 30, 1945
Surplus—Beginning of Year	$ 9,477,179.22	$10,374,598.52
Encumbrances Canceled during 90-Day Closing Period	213,854.52	131,364.36
Adjusted Surplus after Closing Period	$ 9,691,033.74	$10,505,962.88
Additions		
Prior Year Encumbrances Forwarded	$ 726,684.79	$ 1,226,817.29
Refunds of Prior Year Disbursements (R-921)	4,406.64	4,662.17
Lapses of Money Transferred to Other Funds (Schedule "A")	36,730.87	47,118.12
Surplus Credits (Schedule "B")	5,704.36	4,717.37
Revenue Receipts	42,970,473.71	36,741,092.37
Total Additions	$43,744,000.37	$38,024,407.32
Deductions		
Disbursements Charged Against Allotments	$33,331,048.82	$32,120,734.85
Encumbrances (Including Reserve for Petty Cash)	1,398,991.22	1,632,456.13
Appropriation for Special Institutional Improvement	725,000.00	5,300,000.00
Total Deductions	$35,455,040.04	$39,053,190.98
Surplus—Close of Year	$17,979,994.07	$ 9,477,179.22

Schedule "A"—Lapses of Money Transferred to Other Funds

Secretary of State—Process Agent	$ 1,181.16	$ 91.78
Secretary of State—Corporations	532.55	619.04
Auditor—County Audits	853.45	.....
Auditor—Miscellaneous	66.00	56.00
Division of Duplication	409.43	.....
Fire Prevention and Rates	33,688.28	45,844.60
Surplus Commodities	.....	506.70
Totals	$ 36,730.87	$ 47,118.12

Schedule "B"—Surplus Credits

Surplus Receipts	$ 1,397.26	$ 1,437.70
Salvage Sales	4,144.02	659.93
Sale of Real Estate	163.08	2,825.00
Net Surplus of Adjustment	.....	(—)205.26
Net Totals	$ 5,704.36	$ 4,717.37

GENERAL FUND

STATEMENT NO. 3: ANALYSIS OF CHANGES IN SURPLUS SHOWING BUDGETARY OPERATIONS

Fiscal Year Ended June 30, 1946

Surplus—July 1, 1945		$ 9,477,179.22
Encumbrances Canceled (During 90-Day Closing Period)		213,854.52
Adjusted Surplus		$ 9,691,033.74
Add:		
Excess of Revenue over Estimated Revenue:		
Revenue	$42,970,473.71	
Estimated Revenue	37,371,172.00	
Net Excess		$ 5,599,301.71
Excess of Appropriations over Allotments:		
Appropriations—Current Year	$34,555,362.66	
Appropriations Continued	959,017.08	
Total	$35,514,379.74	
Allotments	35,496,958.66	
Net Excess		$ 17,421.08
Excess of Allotments over Charges:		
Allotments	$35,496,958.66	
Charges	34,730,040.04	
Net Excess		$ 766,918.62
Excess of Estimated Revenue over Appropriations:		
Estimated Revenue	$37,371,172.00	
Appropriations	35,514,379.74	
Net Excess		$ 1,856,792.26
Total Budgetary Operations		$17,931,467.41
Add—Surplus Additions:		
Refund of Prior Year Disbursements	$ 4,406.64	
Lapses of Transfers (See Sch. "A", Statement 2)	36,730.87	
Surplus Credits (See Sch. "B", Statement 2)	5,704.36	
Prior Year Encumbrances Forwarded	726,684.79	
Total Surplus Additions		$ 773,526.66
		$18,704,994.07
Deduct: Special Institutional Improvement Fund not Considered above		725,000.00
Net Surplus—Close of Year 1945-46		$17,979,994.07

GENERAL FUND

STATEMENT NO. 4: SOURCE AND APPLICATION OF FUNDS

Fiscal Year Ended June 30, 1946

Free Cash Balance—Beginning of Year		$ 9,346,341.22
Add—Encumbrances Canceled (Closing Period)		213,854.52
Adjusted Free Cash Balance (Sept. 30, 1945)		$ 9,560,195.74
Encumbered Cash Forwarded		726,684.79
Total Cash		$10,286,880.53
Additions:		
Revenue	$42,970,473.71	
Refunds of Prior Year Disbursements	4,406.64	
Lapses of Revolving Funds	36,730.87	
Repayment of Advance to State Fire and Tornado Insurance Fund	100,000.00	
Surplus Credits	5,704.36	
Total Additions		$43,117,315.58
Total to be Accounted for		$53,404,196.11
Deductions:		
Net Disbursements	$33,331,048.82	
Appropriation—Special Institutional Improvement Fund	725,000.00	
Total Deductions		$34,056,048.82
Balance		$19,348,147.29
Deduct—Encumbrances Outstanding		1,398,991.22
Free Cash Balance—Close of Year		$17,949,156.07
Free Cash Balance Consists of Regular Checking Account		
Gross Amount	$16,013,597.29	
Less—Encumbrances	1,383,491.22	
Net Free Balance	$14,630,106.07	
Emergency Expenditure Fund	3,319,050.00	
Totals	$17,949,156.07	
Cold Check Fund	$ 25,000.00	
Cash in Closed Banks	6,562.40	
Total—General Fund Cash	$17,980,718.47	

Note: The Special Institutional Improvement Fund is accounted for separately on Schedule "A", Statement No. 1.

GENERAL FUND

STATEMENT NO. 5: CONDENSED STATEMENT OF RECEIPTS

COMPARED WITH BUDGET ESTIMATES AND WITH PRECEDING YEAR RECEIPTS

Fiscal Year Ended June 30, 1946

	SOURCE	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimates or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I.	Property and Inheritance Taxes	$ 7,726,372.75	$ 450,372.75	$ 796,716.03
II.	Income and Special Corporation Taxes	12,504,802.87	1,598,802.87	364,157.96
III.	Excise Taxes—Other than Alcohol	7,202,317.40	1,308,317.40	1,676,174.11
IV.	Alcohol Taxes and Licenses	11,757,416.95	1,574,416.95	3,198,296.10
V.	Licenses and License Taxes—Other than Alcohol	2,193,209.89	391,459.89	260,760.40
VI.	Departmental Fees, Sales and Rentals	132,236.08	29,514.08	20,895.42
VII.	County and Court Costs	1,241,790.08	281,490.08	248,743.73
VIII.	Miscellaneous Revenue	112,327.69	35,072.31*	336,362.41*
	Total Revenue Receipts	$42,970,473.71	$ 5,599,301.71	$ 6,229,381.34
	Non-Revenue (Less Bank Transfers)	358,270.83		28,873.96
	GRAND TOTALS	$43,328,744.54		$ 6,258,255.30

GENERAL FUND

STATEMENT NO. 6: DETAILED STATEMENT OF RECEIPTS COMPARED WITH BUDGET ESTIMATES AND WITH PRECEDING YEAR RECEIPTS

Fiscal Year Ended June 30, 1946

SOURCE	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimates or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I. Property and Inheritance Taxes			
1. Real Property Taxes	$ 665,300.72	$ 15,300.72	$ 22,469.18
2. Tangible Personal Property Taxes	1,526,492.61	323,507.39*	33,191.77
3. Intangible Personal Property Taxes	2,545,451.76	295,451.76	153,733.25
4. Tax on Bank Deposits	836,668.63	86,668.63	190,740.83
5. Tax on Exchange Accounts	48,830.21	28,830.21	17,552.11
11. Omitted Assessments and Back Tax Judgments	291,673.68	71,673.68	203,396.28
12. Omitted Penalties (Gen. Fund Portion of 20% Penalty)	13,104.22	2,104.22	6,429.26
13. Delinquent Taxes (Sheriff Revenue)	20,082.36	4,917.64*	7,555.55*
21. Inheritance and Estate Taxes	1,778,768.56	278,768.56	176,758.90
Totals	$ 7,726,372.75	$ 450,372.75	$ 796,716.03
II. Income and Special Corporation Taxes			
51. Personal Income Taxes	$ 5,516,828.90	$ 1,266,828.90	$ 1,080,547.74
52. Corporation Income Taxes	3,842,753.07	342,753.07	299,251.82*
61. Tax on Building and Loan Associations	127,761.72	27,761.72	10,781.08
62. Tax on Foreign Life and Fire Insurance Co.'s	1,631,207.97	131,207.97	93,632.99
71. Tax on Franchise Corps. Real Property	89,123.71	876.29*	10,169.38*
72. Tax on Franchise Corps. Tangible Personal Property	639,901.73	190,098.27*	396,295.97*
73. Tax on Franchise Corps. Franchise Tax	616,490.91	13,509.09*	19,803.20*
75. Tax on Insurance Carriers—Workmen's Compensation	.....	.....	101,519.48*
81. Corporation Organization Tax	40,734.86	34,734.86	6,236.00
Totals	$12,504,802.87	$ 1,598,802.87	$ 364,157.96

III. Excise Taxes—Other than Alcohol			
101. Oil Production Tax	$ 80,107.41	$ 107.41	$ 6,339.55
102. Motor Vehicle Usage Tax	207,492.17	292,507.83*	151,943.74*
111. Tax on Utility Receipts—Electricity	648,758.50	78,758.50	88,218.68
112. Tax on Utility Receipts—Gas	273,187.41	6,812.59*	36,955.72*
113. Tax on Utility Receipts—Telegraph	2,480.54	1,519.46*	449.22
114. Tax on Utility Receipts—Telephone	389,632.65	49,632.65	24,971.87
115. Tax on Utility Receipts—Water	235,412.87	50,412.87	37,368.97
121. Cigarette Tax	3,859,108.27	1,109,108.27	1,445,908.26
126. Amusement Tax	1,369,666.42	269,666.42	208,265.72
127. Tax on Race Track Admissions	93,459.90	43,459.90	38,006.25
128. Tax on Bank Night Awards	43,011.13	8,011.13	15,545.55
141. Gross Receipts Tax (Prior Year)	.13	.13	.50*
Totals	$ 7,202,317.40	$ 1,308,317.40	$ 1,676,174.11
IV. Alcohol Taxes and Licenses			
151. Production Tax on Distilled Spirits	$ 3,537,008.37	$ 462,991.63*	$ 1,751,932.38
152. Importer's Tax	958,395.90	658,395.90	346,981.20
153. Tax on Spirits Withdrawn from Bonded Warehouses	472,543.34	2,456.66*	40,430.76
160. Tax on Case of Distilled Spirits	65,026.76	65,026.76	13,629.44
161. Tax on Sale of Beer	1,554,058.82	54,058.82	42,475.89
162. Tax on Sale of Wine	116,285.45	8,714.55*	9,287.45*
163. Tax on Sale of Distilled Spirits	4,385,742.70	1,185,742.70	972,204.40
171. Manufacturer's Permits	43,208.41	3,208.41	3,083.39
172. Rectifier's Permits	51,250.00	31,250.00	17,000.00
173. Wholesaler's Permits	40,750.00	4,750.00	6,000.04
174. Permits of Hotels, Restaurants and Clubs	231,402.10	31,402.10	5,435.92
175. Dispenser's Permits	184,553.90	9,553.90	1,276.88
177. Vintner's Permits	2,500.00	1,000.00	500.00
178. Transport Licenses—Distilled Spirits and Wines	1,206.00	206.00	68.65
179. General Dining Car Beer Licenses	.....	.....	300.00*
180. Special Licenses—Distilled Spirits and Wines	3,647.25	647.25	1,156.57*
181. R. R. System Licenses	2,050.00	950.00*	.....
182. Brewer's Licenses	6,005.00	5.00	1,995.00*
183. Distributor's Licenses—Malt Beverages	13,714.31	1,714.31	1,314.34
184. Beer Retailer's Licenses	87,124.11	2,124.11	8,457.59

STATEMENT NO. 6—Continued

SOURCE	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimates or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
186. Beer Transporter's Licenses	$ 379.50	$ 229.50	$ 59.33
187. Special Temporary Licenses	475.03	125.03	94.91
188. Beer Storage License	90.00	90.00	90.00
Totals	$11,757,416.95	$ 1,574,416.95	$ 3,198,296.10
V. Licenses and License Taxes—Other than Alcohol			
201. Corporation Licenses	$ 522,390.83	$ 122,390.83	$ 63,418.51
202. Store License Tax	133,072.03	6,927.97*	14,081.57*
210. Occupational Licenses—Carnivals, Circuses and Fairs	19,700.00	19,700.00	9,200.00
211. Occupational Licenses—General	370,177.59	70,177.59	19,738.19
212. Small Loan Company Licenses	875.00	11,125.00*	9,671.89*
213. Insurance Agents License (75% to General Fund)	61,816.50	11,816.50	9,274.50
214. Security Dealers Licenses	5,500.00	1,500.00	1,100.00
215. Security Salesmen's Licenses	920.00	420.00	325.00
216. Certification of Compliance—Ins. Cos. (75% to Gen. Fund)	6,244.50	5,244.50	1,560.25
217. Foreign Insurance Agents Licenses	7,807.00	807.00	100.00
222. Race Track Licenses	122,000.00	2,000.00	28,000.00
232. Driver's Licenses	429,100.05	20,899.95*	11,902.77*
233. Employment Agency Licenses	275.00	25.00	75.00
241. Tax on Legal Processes—Clerk of Court of Appeals	1,003.00	3.00	10.00
242. Tax on Legal Processes—Circuit Clerk	20,554.82	5,554.82	3,979.44
243. Tax on Legal Processes—County Clerks	491,361.82	191,361.82	159,661.99
244. Tax on Legal Processes—Land Office	401.75	598.25*	60.75
245. Tax on Legal Processes—Inferior Court	10.00	10.00	87.00*
Totals	$ 2,193,209.89	$ 391,459.89	$ 260,760.40
VI. Departmental Fees, Sales and Rentals			
301. Clerk of Court of Appeals—Misc. Fees	$ 6,961.10	$ 2,138.90*	$ 2,155.21*
302. Secy. of State—Process Agents Fees	8,237.00	5,187.00	5,091.00

303. Secy. of State—Miscellaneous Fees	9,971.03	3,871.03	3,792.84
304. Secy. of State—Corporation Fees	6,408.80	3,608.80	3,490.71
308. Statute Revision Committee—Sale of Revised Statutes	8,577.40	3,222.60*	3,408.25*
316. Department of Revenue—Misc. Receipts	982.59	482.59	431.48
321. Department of Agriculture—Registration of Farm Names	$ 22.00	$ 20.00	$ 20.00
322. Livestock Sanitary Board—Misc. Receipts	350.00	100.00*	100.00*
331. Department of Education—Certification	14,146.83	2,746.83	2,562.32
332. State Textbook Filing Fees	.....	.....	3,860.00*
333. Department of Education—Textbook Sales	1,663.06	763.06	344.66
336. Department of Library and Archives—Sale of Reports	1,633.75	2,466.25*	2,529.65*
341. Division of Athletic Control—Fees	6,739.97	2,839.97	2,464.75
342. Division of Banking—Bank Examination Fees	43,394.00	9,894.00	9,768.89
343. Division of Banking—Small Loan Exam. Fees	400.00	.....	.....
344. Division of Banking—Misc. Receipts	331.00	69.00*	97.00*
347. Division of Insurance—Dry Cleaning Exam. Fees	.....	600.00*	3,450.00*
348. Division of Insurance—Other Misc. Fees (75% to Gen. Fund)	1,418.25	648.25	641.25
349. Division of Insurance—Annual Statement Fees	11,842.50	2,592.50	2,631.75
351. Division of Securities—Security Registration Fees	9,156.80	5,456.80	5,255.88
Totals	$ 132,236.08	$ 29,514.08	$ 20,895.42
VII. County and Court Fees			
505. Jefferson County—Circuit Clerk	$ 56,438.87	$ 19,061.13*	$ 20,932.50*
506. Jefferson County—Circuit Clerk (New)	42,547.28	42,547.28	42,547.28
515. Jefferson County—County Court Clerk	126,785.96	78,214.04*	79,085.66*
516. Jefferson County—County Court Clerk (New)	116,696.62	116,696.62	116,696.62
520. Jefferson County—Jailer	73,422.90	44,077.10*	44,172.20*
521. Jefferson County—Jailer (New)	59,078.65	59,078.65	59,078.65
530. Jefferson County—Sheriff	179,008.92	17,991.08*	18,797.50*
531. Jefferson County—Sheriff (New)	9,277.10	9,277.10	9,277.10
535. Kenton County—Circuit Clerk	13,440.72	3,509.28*	3,719.19*
536. Kenton County—Circuit Clerk (New)	9,919.47	9,919.47	9,919.47
540. Jefferson County—Tax Collector	18,742.56	18,742.56	18,742.56
541. Kenton County—Jailer	4,275.55	4,275.55	4,275.55
560. Kenton County—County Court Clerk	31,465.90	18,034.10*	18,474.11*
561. Kenton County—County Court Clerk (New)	27,899.95	27,899.95	27,899.95
570. Kenton County—Jailer (Old)	5,900.15	2,599.85*	2,666.65*
571. Fines and Forfeitures	530,370.89	172,870.89	171,871.15

STATEMENT NO. 6—Continued

SOURCE	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimates or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
580. Kenton County—Sheriff	$ 21,745.20	$ 10,454.80*	$ 9,643.17*
581. Kenton County—Sheriff (New)	1,732.55	1,732.55	1,732.55
590. Kenton County—Tax Collector (Old and New)	12,833.69	12,833.69	12,833.69
591. Penalty and Interest Charged County Officials	207.15	442.85*	474.41*
600. Harlan County—Circuit Clerk	.....	.....	3,968.00*
605. Harlan County—County Court Clerk	.....	.....	3,131.04*
610. Harlan County—Jailer	.....	.....	8,217.43*
615. Harlan County—Sheriff	.....	.....	12,848.98*
Totals	$ 1,341,790.08	$ 281,490.08	$ 248,743.73
VIII. Miscellaneous Revenue			
711. Escheats	$ 21,934.68	$ 28,065.32*	$ 314,518.01*
715. Proceeds from Confiscated Alcoholic Beverages	20,926.57	9,526.57	4,758.59
720. State Portion of T. V. A. (Gross Proceeds)	65,696.87	6,803.13*	16,107.59*
725. Alcoholic Beverages License Suspension Fees	3,425.00	9,825.00*	10,585.00*
530. Federal Housing Authority	344.57	94.57	89.60
Totals	$ 112,327.69	$ 35,072.31*	$ 336,362.41*
Non-Revenue Receipts			
911. Refund of Advances for Trustee of Jury Fund—Current Year	$ 176,185.52	$.....	$ 3,049.75*
912. Refund of Advances for Trustee Jury Fund—Prior Year	25,480.52	.....	4,011.14
920. Refunds Credit to Preceding Yr. Disb. (90 Day Period)	4,313.52	.....	839.79
921. Refunds of Prior Year Disbursements	4,406.64	.....	255.53*
922. Refunds of Current Year Disbursements	66,320.41	.....	37,896.00
930. Petty Cash Repayments—Current Year	191.02	.....	3,477.75*
931. Petty Cash Repayments—Prior Year	3,033.19	.....	430.98*
941. Cold Checks	35,904.78	.....	2,946.56
954. Surplus Adjustments—Increases	1,397.26	.....	40.44*

957. Lapse of Revolving Fund—Unexpended	36,730.87	.....	10,387.25*
958. Civil Defense—Salvage Sale of Old Equipment	4,144.02	.....	3,484.09
959. Sale of Real Estate	163.08	.....	2,661.92*
Totals Excluding Bank Transfers	$ 358,270.83	$.....	$ 28,873.96

STATEMENT NO. 7

CONDENSED STATEMENT OF APPROPRIATIONS, ALLOTMENTS AND EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 1946

Including Payments During the 90-Day Closing Period to September 30, 1946

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balances of Appropriations September 30, 1946
	(1)	(2)	(3)	(4)
Legislative	$ 307,475.00	$ 307,225.00	$ 267,174.91	$ 40,300.09
Judiciary and Court Costs	1,792,118.34	1,792,118.34	1,662,299.30	129,819.04
Governor	33,491.91	33,491.91	31,573.60	1,918.31
Governor—Special Appropriations	370,054.97	370,054.97	238,225.48	131,829.49
Department of State	23,165.46	23,165.46	22,942.26	223.20
Department of Law	66,900.00	66,900.00	60,977.97	5,922.03
Department of the Treasury	36,012.25	36,012.25	35,915.97	96.28
Auditors of Public Accounts	39,052.67	39,052.67	38,180.54	872.13
Department of Finance	356,615.40	356,615.40	330,166.26	26,449.14
Other Finance Department Allotments	520,239.80	509,739.80	325,286.65	194,953.15
Department of Revenue	365,239.01	365,239.01	352,050.55	13,188.46
Other Revenue Agencies	454,500.00	454,500.00	436,282.05	18,217.95
Elections	1,000.00	1,000.00	790.14	209.86
Department of Conservation	188,453.20	188,453.20	185,218.22	3,234.98
Military Department	164,957.26	164,957.26	148,330.19	16,627.07
Department of Agriculture	152,817.05	152,817.05	148,091.18	4,725.87
Soil Conservation Committee	23,010.23	23,010.23	22,269.06	741.17
Department of Health	962,900.00	962,900.00	862,853.76	100,046.24
Department of Welfare—Institutional	3,173,069.55	3,173,069.55	2,987,260.56	185,808.99
Department of Welfare—Public Assistance	4,732,719.90	4,732,719.90	4,524,527.53	208,192.37
Department of Welfare—Special Appropriation	102,000.00	102,000.00	82,670.51	19,329.49
Department of Education	126,167.57	126,167.57	120,614.18	5,553.39
Common Schools	16,478,926.40	16,478,926.40	16,469,099.11	9,827.29
Vocational Education	311,233.00	311,233.00	309,770.73	1,462.27

Higher Education for Negroes	250,505.77	250,505.77	249,555.02	950.75
Schools for the Blind and Deaf	261,679.92	261,679.92	258,883.63	2,796.29
Vocational Training Schools	30,037.05	30,037.05	29,510.69	526.36
University of Kentucky	1,502,960.66	1,502,960.66	1,462,661.95	40,298.71
State Teachers College	1,133,678.24	1,133,678.24	1,132,672.71	1,005.53
Library and Archives	73,828.92	73,828.92	58,716.01	15,112.91
Department of Business Regulations	106,065.68	106,065.68	103,740.10	2,325.58
Department of Industrial Relations	43,119.50	43,119.50	37,819.86	5,299.64
Department of Mines and Minerals	54,000.00	54,000.00	51,170.32	2,829.68
Railroad Commission	31,260.03	31,260.03	25,415.28	5,844.75
Alcoholic Beverage Control Board	111,941.41	111,941.41	97,713.30	14,228.11
Allotments not Otherwise Classified	86,368.18	82,968.18	64,696.51	21,671.67
Jefferson County Fees	877,528.41	877,528.41	767,855.89	109,672.52
Kenton County Fees	166,015.92	166,015.92	142,785.77	23,230.15
Governor's Emergency Fund—Unallotted	3,271.08			3,271.08
Totals	$35,514,379.74	$35,496,958.66	$34,145,767.75	$ 1,368,611.99
Add: Amount of Appropriations—Unallotted		17,421.08		
		$35,514,379.74		
Deduct: Encumbrances forwarded			$ 586,359.76	$ 1,368,611.99
Deficiency Bill			9,419.75	
Balance of County Fees			$ 132,902.67	$ 728,682.18
Net Unencumbered Balance				$ 639,929.81

STATEMENT NO. 8

GENERAL FUND

Detailed Statement of Appropriations, Allotments and Expenditures for the Fiscal Year Ended June 30, 1946 Including Payments During the 90-Day Closing Period to September 30, 1946

		Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
		(1)	(2)	(3)	(4)
Legislature					
10.	Legislative Sessions	$ 287,725.00	$ 287,725.00	$ 248,130.18	$ 39,594.82
20.	Legislative Council	18,500.00	18,500.00	18,078.23	421.77
30.	Lieutenant Governor	1,000.00	750.00	716.50	(*) 283.50
50.	Council of State Governments	250.00	250.00	250.00	.....
	Totals	$ 307,475.00	$ 307,225.00	$ 267,174.91	$ 40,300.09
Judiciary and Court Costs					
90.	Board and Bar Examiners	$ 6,000.00	$ 6,000.00	$ 5,644.89	$ 355.11
100.	Court of Appeals	39,568.34	39,568.34	34,819.17	4,749.17
110.	Clerk of Court of Appeals	17,500.00	17,500.00	16,404.11	1,095.89
120.	Judicial Council	800.00	800.00	800.00	.....
132.	Clerk's Services	105,000.00	105,000.00	91,894.34	13,105.66
142.	Criminal Prosecution	340,000.00	340,000.00	287,710.18	52,289.82
150.	Salaries—Judges and Commonwealth Attorneys	290,000.00	290,000.00	279,367.40	10,632.60
162.	Jury Commissioners	4,000.00	4,000.00	3,360.00	640.00
172.	Trustee of Jury Fund	404,000.00	404,000.00	364,530.28	39,469.72
182.	Commissions on Fines and Forfeitures	447,000.00	447,000.00	439,939.39	7,060.61
192.	Return of Escaped Convicts and Exp's Messengers	4,500.00	4,500.00	4,487.03	12.97
196.	County Patrol—Sheriff	133,750.00	133,750.00	133,342.51	407.49
	Totals	$ 1,792,118.34	$ 1,792,118.34	$ 1,662,299.30	$ 129,819.04

Governor				
(1) Regular Accounts				
200. Governor	$ 23,491.91	$ 23,491.91	$ 22,573.60	$ 918.31
210. Executive Cabinet	4,000.00	4,000.00	3,000.00	1,000.00
220. Contingent Fund	6,000.00	6,000.00	6,000.00	.....
Totals	$ 33,491.91	$ 33,491.91	$ 31,573.60	$ 1,918.31
(2) Special Accounts				
268. Repairs and Capital Outlay Con't Appro.	$ 241,451.49	$ 241,451.49	$ 163,325.42	$ 78,126.07
276. Welfare—Special	125,000.00	125,000.00	72,671.08	52,328.92
278. Equipment—Welfare Inst. Con't Appro.	3,603.48	3,603.48	2,228.98	1,374.50
Totals	$ 370,054.97	$ 370,054.97	$ 238,225.48	$ 131,829.49
Department of State				
300. Secretary of State	$ 21,465.46	$ 21,465.46	$ 21,412.72	$ 52.74
310. Land Office	1,200.00	1,200.00	1,155.00	45.00
320. Absentee Voting Law	500.00	500.00	374.54	125.46
Totals	$ 23,165.46	$ 23,165.46	$ 22,942.26	$ 223.20
Department of Law				
350. Attorney General	$ 46,300.00	$ 46,300.00	$ 44,721.46	$ 1,578.54
360. Cost of Suits	5,000.00	5,000.00	700.32	4,299.68
370. Statute Revision Committee	15,600.00	15,600.00	15,556.19	43.81
Totals	$ 66,900.00	$ 66,900.00	$ 60,977.97	$ 5,922.03
Department of Treasury				
400. State Treasurer	$ 35,412.25	$ 35,412.25	$ 35,315.97	$ 96.28
410. Custodian of Securities	600.00	600.00	600.00	.....
Totals	$ 36,012.25	$ 36,012.25	$ 35,915.97	$ 96.28
Auditor of Public Accounts				
450. Auditor of Public Accounts	$ 39,052.67	$ 39,052.67	$ 38,180.54	$ 872.13
Department of Finance				
500. Commissioner of Finance	$ 11,000.00	$ 11,000.00	$ 9,577.16	$ 1,422.84

STATEMENT NO. 8—Continued

		Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
		(1)	(2)	(3)	(4)
510.	Division of the Budget	$ 15,500.00	$ 15,500.00	$ 15,001.58	$ 498.42
520.	Division of Personnel Efficiency	20,600.00	20,600.00	19,653.44	946.56
530.	Division of Accounts and Control	55,559.75	55,559.75	52,140.16	3,419.59
550.	Division of Purchases	50,590.25	50,590.25	49,716.66	873.59
560.	Merit System Committee	2,000.00	2,000.00	2,000.00	.....
570.	Division of Public Properties	201,365.40	201,365.40	182,077.26	19,288.14
	Totals	$ 356,615.40	$ 356,615.40	$ 330,166.26	$ 26,449.14
Other Finance Department Allotments					
590.	Public Printing	$ 16,000.00	$ 16,000.00	$ 15,310.37	$ 689.63
600.	Public Record Books (Paper and Printing)	64,500.00	64,500.00	54,189.91	10,310.09
610.	Registration Books	500.00	.....	.....	(*) 500.00
620.	Paper for Ballots and General Assembly	18,403.75	18,403.75	18,213.47	190.28
630.	Paper—Revolving	25,650.78	25,650.78	4,055.22	21,595.56
640.	Postage—Revolving	10,000.00	10,000.00	(—) 1,851.97	11,851.97
655.	Confederate Pensions	95,000.00	85,000.00	62,303.00	(*) 32,697.00
670.	New Lands and Buildings—General	213,500.00	213,500.00	127,500.30	85,999.70
678.	New Lands and Buildings—Con't Appro.	76,685.27	76,685.27	45,566.35	31,118.92
	Totals	$ 520,239.80	$ 509,739.80	$ 325,286.65	$ 194,953.15
Department of Revenue					
700.	Office of the Commissioner	$ 17,950.00	$ 17,950.00	$ 17,743.87	$ 206.13
710.	Property Taxation	6,435.00	6,435.00	5,012.08	1,422.92
720.	Division of Income Taxation	39,462.07	39,462.07	38,286.58	1,175.49
730.	Excise Taxes	58,407.00	58,407.00	58,102.39	304.61
740.	Service Division	207,372.16	207,372.16	198,495.27	8,876.89
750.	Research and Statistics	9,037.78	9,037.78	8,525.29	512.49

770.	Division of Local Relations	16,925.00	16,925.00	16,529.93	395.07
780.	Escheats	9,650.00	9,650.00	9,355.14	294.86
	Totals	$ 365,239.01	$ 365,239.01	$ 352,050.55	$ 13,188.46
Other Revenue Agencies					
802.	County Tax Commissioner	$ 435,000.00	$ 435,000.00	$ 417,201.55	$ 17,798.45
812.	County Board of Supervisors	19,500.00	19,500.00	19,080.50	419.50
	Totals	$ 454,500.00	$ 454,500.00	$ 436,282.05	$ 18,217.95
Elections					
850.	Board of Election Commissioners	$ 500.00	$ 500.00	$ 299.24	$ 200.76
870.	State Board of Purgation and Registration	500.00	500.00	490.90	9.10
	Totals	$ 1,000.00	$ 1,000.00	$ 790.14	$ 209.86
Department of Conservation					
1000.	Office of the Director	$ 11,953.20	$ 11,953.20	$ 8,839.02	$ 3,114.18
1010.	Division of State Parks	25,000.00	25,000.00	25,000.00	.....
1020.	Division of Forestry	50,000.00	50,000.00	49,999.99	.01
1030.	Division of Publicity	17,500.00	17,500.00	17,379.28	120.72
1040.	My Old Ky. Home	9,000.00	9,000.00	8,999.99	.01
1047.	Cumberland Gap National Park	75,000.00	75,000.00	74,999.94	.06
	Totals	$ 188,453.20	$ 188,453.20	$ 185,218.22	$ 3,234.98
Military Department					
1050.	Office of Adjutant General	$ 15,596.50	$ 15,596.50	$ 15,293.77	$ 302.73
1060.	Veterans Division	75,647.50	75,647.50	65,387.04	10,260.46
1070.	Division of Armories	45,150.20	45,150.20	39,664.62	5,485.58
1080.	Kentucky Active Militia	10,403.50	10,403.50	10,204.14	199.36
1087.	State Aviation Board	15,100.00	15,100.00	14,835.78	264.22
1088.	Ky. Active Militia Emergency Fund	332.55	332.55	332.55	.....
1090.	Civil Defense	2,727.01	2,727.01	2,612.29	114.72
	Totals	**$ 164,957.26**	**$ 164,957.26**	$ 148,330.19	$ 16,627.07

STATEMENT NO. 8—Continued

	Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
	(1)	(2)	(3)	(4)
Department of Agriculture				
1100. Salaries and Clerical Expenses	$ 47,682.76	$ 47,682.76	$ 47,663.40	$ 19.36
State Board of Agriculture				
1200. Per Diem and Expenses	$ 20,077.00	$ 20,077.00	$ 19,830.08	$ 246.92
1240. Bangs Disease	20,307.29	20,307.29	16,068.55	4,238.74
1290. Boys' and Girls' Clubs	5,000.00	5,000.00	5,000.00	.....
Totals	$ 45,384.29	$ 45,384.29	$ 40,898.63	$ 4,485.66
State Fair Board				
1270. Premiums	$ 45,000.00	$ 45,000.00	$ 45,000.00	$ .....
1287. M & M Building Bonds	14,000.00	14,000.00	14,000.00	.....
1300. State Fair Board	750.00	750.00	529.15	220.85
Totals	$ 59,750.00	$ 59,750.00	$ 59,529.15	$ 220.85
Soil Conservation Committee				
1350. Operation Expenses	$ 23,010.23	$ 23,010.23	$ 22,269.06	$ 741.17
Department of Health				
1400. Department of Health	$ 155,000.00	$ 155,000.00	$ 154,977.80	$ 22.20
1410. Prevention of Blindness	2,500.00	2,500.00	2,500.00	.....
1440. County Health	350,000.00	350,000.00	350,000.00	.....
1444. Cancer Control	15,000.00	15,000.00	15,000.00	.....
1445. Julius Marks Sanatorium	10,000.00	10,000.00	10,000.00	.....
1450. Kenton County T. B. Sanatorium	7,500.00	7,500.00	7,499.91	.09
1455. Warren County T. B. Sanatorium	7,500.00	7,500.00	7,500.00	.....
1470. Hazelwood Sanatorium	277,615.00	277,615.00	177,670.05	99,944.95

1487.	Interest on Bonds	12,785.00	12,785.00	12,785.00	.....
1490.	Kentucky Crippled Children	125,000.00	125,000.00	124,921.00	79.00
	Totals	$ 962,900.00	$ 962,900.00	$ 862,853.76	$ 100,046.24
Department of Welfare					
I.	**Institutional**				
A.	**Administration**				
1510.	Office of Commissioner	$ 8,500.00	$ 8,500.00	$ 5,190.96	$ 3,309.04
1530.	Division of Fiscal Control and Management	64,792.85	64,792.85	61,919.47	2,873.38
1540.	Division of Personnel	9,791.27	9,791.27	9,791.27	.....
	Totals	$ 83,084.12	$ 83,084.12	$ 76,901.70	$ 6,182.42
B.	**Hospitals and Mental Hygiene**				
1550.	Director's Office	$ 22,000.00	$ 22,000.00	$ 19,237.81	$ 2,762.19
1560.	Eastern State Hospital	379,030.28	379,030.28	365,132.21	13,898.07
1570.	Central State Hospital	403,874.85	403,874.85	387,316.33	16,558.52
1580.	Western State Hospital	392,418.15	392,418.15	385,136.43	7,281.72
1590.	Kentucky Training Home	215,965.06	215,965.06	212,253.87	3,711.19
1620.	Kentucky State Hospital	250,000.00	250,000.00	187,364.73	62,635.27
	Totals	$ 1,663,288.34	$ 1,663,288.34	$ 1,556,441.38	$ 106,846.96
C.	**Corrections**				
1650.	Director's Office	$ 122,500.00	$ 122,500.00	$ 121,816.57	$ 683.43
1660.	Houses of Reform	220,040.11	220,040.11	212,732.39	7,307.72
1670.	Reformatory	483,957.58	483,957.58	445,780.00	38,177.58
1680.	Penitentiary	324,948.75	324,948.75	301,415.09	23,533.66
1690.	Women's Prison	46,334.50	46,334.50	42,391.50	3,943.00
1700.	Production	4,342.59	4,342.59	4,342.59	.....
	Totals	$ 1,202,123.53	$ 1,202,123.53	$ 1,128,478.14	$ 73,645.39
D.	**Kentucky Children's Home Society**				
1640.	Engineering and Construction	$ 108,000.00	$ 108,000.00	$ 108,104.42	$(—) 104.42
1730.	Operation and Maintenance	116,573.56	116,573.56	117,334.92	(—) 761.36
	Totals	$ 224,573.56	$ 224,573.56	$ 225,439.34	$(—) 865.78
	Total Institutional	$ 3,173,069.55	$ 3,173,069.55	**$ 2,987,260.56**	**$ 185,808.99**

STATEMENT NO. 8—Continued

		Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
		(1)	(2)	(3)	(4)
II.	**Division of Public Assistance**				
A.	**Administration**				
1500.	Office of Commissioner—Soc. Sec.	$ 6,300.00	$ 6,300.00	$ 4,243.84	$ 2,056.16
1520.	Fiscal Control and Management	136,902.92	136,902.92	65,079.07	71,823.85
	Totals	$ 143,202.92	$ 143,202.92	$ 69,322.91	$ 73,880.01
B.	**Child Welfare**				
1720.	Director's Office	$ 81,300.00	$ 81,300.00	$ 80,786.00	$ 514.00
C.	**Public Assistance**				
1760.	Director's Office	$ 76,350.00	$ 76,350.00	$ 60,748.96	$ 15,601.04
1775.	Old Age Assistance Payments	3,237,184.00	3,237,184.00	3,189,723.06	47,460.94
1785.	Aid to the Blind	125,395.00	125,395.00	124,107.66	1,287.34
1790.	Benefits for Dependent Children	58,707.98	58,707.98	56,767.21	1,940.77
1795.	Aid to Dependent Children	708,975.00	708,975.00	685,254.18	23,720.82
	Totals	$ 4,206,611.98	$ 4,206,611.98	$ 4,116,601.07	$ 90,010.91
D.	**Field Operations**				
1821.	Field Operations	$ 301,605.00	$ 301,605.00	$ 257,817.55	$ 43,787.45
	Total Public Assistance	$ 4,732,719.90	$ 4,732,719.90	$ 4,524,527.53	$ 208,192.37
III.	**Special Appropriations**				
1600.	Home for Incurables	$ 15,000.00	$ 15,000.00	$ 15,000.00	$ .....
1610.	Colored Red Cross Hospital	4,000.00	4,000.00	4,000.00	.....
1860.	Conveyance of Lunatics	8,000.00	8,000.00	7,470.19	529.81
1870.	Pauper Idiots	75,000.00	75,000.00	56,200.32	18,799.68
	Totals	$ 102,000.00	$ 102,000.00	$ 82,670.51	$ 19,329.49

Department of Education					
A. Administration					
2000. Supt. of Public Instruction	$ 76,281.50	$ 76,281.50	$ 72,970.17	$ 3,311.33	
2010. Division of Certification	15,000.00	15,000.00	14,959.72	40.28	
2020. Emergency Food Distribution	$ 17,951.72	$ 17,951.72	$ 17,108.14	$ 843.58	
2030. State Board of Education	16,434.35	16,434.35	15,576.15	858.20	
2040. State Textbook Commission	500.00	500.00	.....	500.00	
Totals	$ 126,167.57	$ 126,167.57	$ 120,614.18	$ 5,553.39	
B. Common Schools					
2049. Equalization Fund	$ 1,500,000.00	$ 1,500,000.00	$ 1,499,973.41	$ 26.59	
2050. Per Capita Fund	13,500,000.00	13,500,000.00	13,499,999.89	.11	
2055. Teachers' Retirement	823,000.00	823,000.00	823,000.00	.....	
2060. Free Textbooks	655,926.40	655,926.40	646,125.81	9,800.59	
Totals	$16,478,926.40	$16,478,926.40	$16,469,099.11	$ 9,827.29	
C. Vocational Education					
2080. Vocational Education	$ 250,233.00	$ 250,233.00	$ 248,770.73	$ 1,462.27	
2095. Vocational Rehabilitation	61,000.00	61,000.00	61,000.00	.....	
Totals	$ 311,233.00	$ 311,233.00	$ 309,770.73	$ 1,462.27	
D. Higher Education for Negroes					
2100. Kentucky State College for Negroes	$ 150,896.16	$ 150,896.16	$ 150,362.83	$ 533.33	
2120. West Kentucky Vocational Training School	49,228.00	49,228.00	48,902.91	325.09	
2130. Lincoln Institute	42,000.00	42,000.00	42,000.00	.....	
2140. College Tuition for Negroes	8,381.61	8,381.61	8,289.28	92.33	
Totals	$ 250,505.77	$ 250,505.77	$ 249,555.02	$ 950.75	
E. Schools for the Blind and Deaf					
2200. Kentucky School for the Blind—White	$ 82,035.54	$ 82,035.54	$ 81,985.88	$ 49.66	
2210. Kentucky School for the Blind—Colored	9,300.00	9,300.00	9,286.17	13.83	
2220. Workshop for Adult Blind	14,800.00	14,800.00	14,567.48	232.52	
2250. Schools for the Deaf—White	146,541.58	146,541.58	144,300.00	2,241.58	
2260. Schools for the Deaf—Colored	9,002.80	9,002.80	8,744.10	258.70	
Totals	$ 261,679.92	$ 261,679.92	$ 258,883.63	$ 2,796.29	

STATEMENT NO. 8—Continued

	Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
	(1)	(2)	(3)	(4)
F. Vocational Training Schools				
2270. Mayo Vocational Training School	$ 30,000.79	$ 30,000.79	$ 29,873.54	$ 127.25
2280. Northern Kentucky Vocational School	36.26	36.26	(—) 362.85	399.11
Totals	$ 30,037.05	$ 30,037.05	$ 29,510.69	$ 526.36
University of Kentucky				
2300. Division of Colleges	$ 1,036,369.03	$ 1,036,369.03	$ 1,030,790.98	$ 5,578.05
2310. College of Agriculture	26,400.00	26,400.00	26,400.00	.....
2320. Summer School	11,000.00	11,000.00	11,000.00	.....
2330. Experiment Station	55,076.34	55,076.34	55,076.34	.....
2339. Experiment Station—Tobacco Research	7,500.00	7,500.00	7,168.12	331.88
2340. Service Laboratories	23,100.00	23,100.00	22,709.41	390.59
2349. Dairy Cattle Improvement	6,000.00	6,000.00	1,134.28	4,865.72
2350. Nursery Inspection	2,000.00	2,000.00	2,000.00	.....
2360. Princeton—Sub-station	17,600.00	17,600.00	17,567.43	32.57
2370. Quicksand—Sub-Station	17,600.00	17,600.00	17,593.80	6.20
2380. Agricultural Extension	170,500.00	170,500.00	170,500.00	.....
2390. Horticulture	10,163.68	10,163.68	9,789.39	374.29
2400. Repairs to Buildings	33,000.00	33,000.00	33,000.00	.....
2410. Library Equipment	11,020.00	11,020.00	10,735.96	284.04
2420. Scientific Laboratory Equipment	25,833.45	25,833.45	16,810.76	9,022.69
2430. Engineering Equipment	22,352.16	22,352.16	14,340.15	8,012.01
2440. Home Economic Equipment	11,462.00	11,462.00	2,695.67	8,766.33
2450. Strawberry Marketing Account and Labeling	1,500.00	1,500.00	1,341.51	158.49
2460. Research in Coal	14,484.00	14,484.00	12,008.15	2,475.85
Totals	$ 1,502,960.66	$ 1,502,960.66	$ 1,462,661.95	$ 40,298.71

State Teacher Colleges					
2500.	Eastern	$ 280,671.11	$ 280,671.11	$ 279,712.47	$ 958.64
2510.	Morehead	234,007.13	234,007.13	233,999.24	7.89
2520.	Murray	254,000.00	254,000.00	253,999.84	.16
2540.	Western	365,000.00	365,000.00	364,961.16	38.84
	Totals	$ 1,133,678.24	$ 1,133,678.24	$ 1,132,672.71	$ 1,005.53
Library and Archives					
2600.	Law Librarian	$ 16,186.61	$ 16,186.61	$ 15,155.40	$ 1,031.21
2609.	Cataloguing	2,905.31	2,905.31	2,905.31	.....
2610.	Law Library Books	4,012.00	4,012.00	4,011.03	.97
2620.	Library Sales Account	17,500.00	17,500.00	3,938.19	13,561.81
2630.	Distribution and Repair of Books	850.00	850.00	834.26	15.74
2640.	Library Extension Division	21,500.00	21,500.00	21,392.31	107.69
2650.	Kentucky State Historical Society	10,875.00	10,875.00	10,479.51	395.49
	Totals	$ 73,828.92	$ 73,828.92	$ 58,716.01	$ 15,112.91
Department of Business Regulations					
2710.	Division of Athletic Control	$ 4,000.00	$ 4,000.00	$ 3,983.20	$ 16.80
2720.	Banking and Small Loans	45,000.00	45,000.00	44,971.52	28.48
2730.	Division of Insurance	45,000.00	45,000.00	42,719.70	2,280.30
2740.	Division of Securities	7,533.25	7,533.25	7,533.25	.....
2750.	Division of Motor Transportation	4,532.43	4,532.43	4,532.43	.....
	Totals	$ 106,065.68	$ 106,065.68	$ 103,740.10	$ 2,325.58
Department of Industrial Relations					
2800.	Office of the Commissioner	$ 8,000.00	$ 8,000.00	$ 6,683.79	$ 1,316.21
2810.	Wage Hours for Women and Minors	35,119.50	35,119.50	31,136.07	3,983.43
	Totals	$ 43,119.50	$ 43,119.50	$ 37,819.86	$ 5,299.64
Department of Mines and Minerals					
2830.	Coal Mining	$ 40,000.00	$ 40,000.00	$ 38,474.11	$ 1,525.89
2840.	Division of Geology	14,000.00	14,000.00	12,696.21	1,303.79
	Totals	$ 54,000.00	$ 54,000.00	$ 51,170.32	$ 2,829.68

STATEMENT NO. 8—Continued

	Appropriations (After Transfers) (1)	Total Allotments (2)	Net Expenditures September 30, 1946 (3)	Unexpended Balance of Appropriation Sept. 30, 1946 (4)
Railroad Commission				
2870. Railroad Commission	$ 24,260.03	$ 24,260.03	$ 18,560.57	$ 5,699.46
2880. Railroad Commission—Asst. Atty.-General	7,000.00	7,000.00	6,854.71	145.29
Totals	$ 31,260.03	$ 31,260.03	$ 25,415.28	$ 5,844.75
Alcoholic Beverage Control				
2900. Operation and Maintenance	$ 111,941.41	$ 111,941.41	$ 97,713.30	$ 14,228.11
Allotments not Otherwise Classified				
3020. Overton Appropriation	$ 600.00	$	$	$(*) 600.00
3110. Money Refunded	5,000.00	5,000.00	3,718.17	1,281.83
3118. Confiscated Alcoholic Beverages	1,500.00	1,500.00	1,492.66	7.34
3120. Bonds of Elective Officers	1,500.00	1,200.00	1,190.00	(*) 310.00
3140. Judgments—Special	49,271.65	46,771.65	41,475.15	(*) 7,796.50
3150. Interest on Land Grant Bonds	9,900.00	9,900.00	9,900.00	.....
3170. Frankfort Cemetery	250.00	250.00	250.00	.....
3180. Statutes and Codes for Courts	1,500.00	1,500.00	1,464.00	36.00
3197. Survey Commission	2,500.00	2,500.00	2,000.00	500.00
3198. Kentucky Codification Board	.....	.....	(—)1,720.25	1,720.25
3199. Deficiency Bills	14,346.53	14,346.53	4,926.78	9,419.75
Totals	$ 86,368.18	$ 82,968.18	$ 64,696.51	$ 21,671.67
Jefferson County Fees				
3205. Circuit Clerk	$ 42,482.23	$ 42,482.23	$ 34,560.99	$ 7,921.24
3206. Circuit Clerk (New Term)	31,910.47	31,910.47	33,263.84	(—) 1,353.37
3215. County Court Clerk	97,461.85	97,461.85	77,462.91	19,998.94
3216 County Court Clerk (New Term)	87,522.49	87,522.49	77,993.06	9,529.43

3220.	Jailer	55,301.54	55,301.54	55,096.52	205.02
3221.	Jailer—New Term	44,309.00	44,309.00	47,726.94	(—) 3,417.94
3230.	Sheriff	186,433.15	186,433.15	65,567.22	120,865.93
3231.	Sheriff—New Term	6,957.82	6,957.82	48,482.25	(—) 41,524.43
3240.	Special Tax Collector	14,056.93	14,056.93	21,294.86	(—) 7,237.93
3245.	Fiscal Court	170,499.63	170,499.63	165,814.00	4,685.63
3245A.	Fiscal Court	140,593.30	140,593.30	140,593.30	.....
	Totals	$ 877,528.41	$ 877,528.41	$ 767,855.89	$ 109,672.52
Kenton County Fees					
3255.	Circuit Court Clerk	$ 11,181.45	$ 11,181.45	$ 8,207.90	$ 2,973.55
3256.	Circuit Court Clerk (New Term)	7,439.62	7,439.62	6,560.95	878.67
3260.	County Court Clerk	36,641.59	36,641.59	27,499.24	9,142.35
3261.	County Court Clerk (New Term)	20,924.98	20,924.98	20,178.03	746.95
3270.	Jailer	4,308.18	4,308.18	4,308.18	.....
3271.	Jailer—New Term	3,206.66	3,206.66	3,508.48	(—) 301.82
3280.	Sheriff	15,403.30	15,403.30	12,257.68	3,145.62
3281.	Sheriff—New Term	1,299.42	1,299.42	8,068.41	(—) 6,768.99
3290.	Tax Collector	9,625.28	9,625.28	10,505.97	(—) 880.69
3295.	Fiscal Court	32,303.22	32,303.22	18,008.71	14,294.51
3295A.	Fiscal Court	23,682.22	23,682.22	23,682.22	.....
	Totals	$ 166,015.92	$ 166,015.92	$ 142,785.77	$ 23,230.15
	Net Totals	$35,511,108.66	$35,496,958.66	$34,145,767.75	$ 1,365,340.91
Add: Emergency Funds					
	Governor's Emergency Fund—Unallotted	3,271.08	.....	.....	3,271.08
	GRAND TOTALS	$35,514,379.74	$35,496,958.66	$34,145,767.75	$ 1,368,611.99

STATEMENT NO. 8—Continued

	Appropriations (After Transfers)	Total Allotments	Net Expenditures September 30, 1946	Unexpended Balance of Appropriation Sept. 30, 1946
	(1)	(2)	(3)	(4)
Amount of Appropriation—Unallotted	$	$ 17,421.08	$	$
		$35,514,379.74		
Unexpended Balance				$ 1,368,611.99
Less: Encumbrances Forwarded			$ 586,359.76	
Balance of Deficiency Appropriation			9,419.75	
Balance of County Fees			132,902.67	728,682.18
Net Unencumbered Balance of Appropriation excluding County Fees and Deficiency Appropriation	$	$	$	$ 639,929.81
Disbursements not Otherwise Classified				
Refunds—Income Tax	$	$	$ 153,486.29	$
Refunds—Inheritance Tax			46,750.05	
Refunds—Alcoholic Beverage Tax			39,861.37	
Refunds—Chain Store Tax			2,728.00	
Refunds—Miscellaneous Tax			3,930.24	
Payments Prior Year Encumbrances			691,916.82	
Miscellaneous Refunds			21,306.65	
Totals	$	$	$ 959,979.42	$

* Accounts Unallotted

GENERAL FUND

SCHEDULE "A"—APPROPRIATION AMENDMENTS AND TRANSFERS

Fiscal Year Ended June 30, 1946

Acct. No.	Budget Unit	Regular Budget Appropriation	Special Appropriation	Transfers from Emergency Fund	Continued Appropriation	General Statutes	Transferred from Other Appropriations	Transferred to Other Appropriations	Totals
10.	Legislative Session	$ 175,000.00	$100,000.00	$	$ 12,725.00	$	$	$	$ 287,725.00
20.	Legislative Council	11,000.00	7,500.00						18,500.00
90.	Board of Bar Examiners		6,000.00						6,000.00
100.	Court of Appeals	38,250.00			1,318.34				39,568.34
132.	Clerks' Services	110,000.00					25,000.00	30,000.00	105,000.00
142.	Criminal Prosecutions	365,000.00						25,000.00	340,000.00
172.	Trustee of Jury Fund	434,000.00						30,000.00	404,000.00
182.	Commissions on Fines and Forfeitures	387,000.00					60,000.00		447,000.00
196.	County Highway Patrol —Sheriff	130,000.00				3,750.00			133,750.00
200.	Governor's Office	20,500.00		2,991.91					23,491.91
230.	General Emergency Fund	250,000.00						246,728.92	3,271.08
268.	Repairs and Capital Outlay				241,451.49				241,451.49
276.	Special Materials nad Supplies			125,000.00	3,603.48				128,603.48
300.	Secretary of State	21,000.00		465.46					21,465.46
320.	Absentee Voting Law			500.00					500.00
370.	Statute Revision Commission	12,000.00	3,500.00	100.00					15,600.00
400.	State Treasurer	34,500.00			912.25				35,412.25
460.	Auditor of Public Accounts	37,500.00			1,552.67				39,052.67
500.	Commissioner of Finance	155,000.00			3,250.00		3,000.00	6,000.00	155,250.00
570.	Division of Public Properties	130,000.00		50,215.00	1,650.40		22,500.00	3,000.00	201,365.40

620.	Paper for Ballots and General Assembly	10,000.00		8,400.00	3.75				18,403.75
630.	Paper—Revolving Fund	20,000.00			5,650.78				25,650.78
670.	New Lands and Buildings—General	200,000.00		30,000.00	76,685.27		6,000.00	22,500.00	290,185.27
700.	Department of Revenue	299,040.00		5,000.00	10,239.01				314,279.01
802.	County Tax Commissioners	351,000.00				84,000.00			435,000.00
812.	County Board of Supervisors	18,000.00				1,500.00			19,500.00
1000.	Conservation—Office of the Commissioner	4,250.00		2,500.00	403.20	4,800.00			11,953.20
1050.	Adjutant General	16,000.00						403.50	15,596.50
1060.	Veterans' Division	60,500.00	15,000.00		147.50				75,647.50
1070.	Division of Armories	42,000.00			3,150.20				45,150.20
1080.	Kentucky Active Militia	10,000.00			332.55		403.50		10,736.05
1087.	Kentucky Aeronautics Commission	10,000.00		5,100.00					15,100.00
1090.	Civil Defense	2,000.00			727.01				2,727.01
1100.	Department of Agriculture—Commissioner	47,500.00			182.76				47,682.76
1200.	Per Diem and Expenses	20,000.00			77.00				20,077.00
1240.	Bangs Disease	20,000.00			307.29				20,307.29
1350.	Soil Conservation	21,400.00			1,610.23				23,010.23
1470.	Hazelwood Sanatorium	277,400.00					215.00		277,615.00
1487.	Interest on Bonds	13,000.00						215.00	12,785.00
1500.	Welfare—Public Assistance	4,400,000.00	321,809.00		10,910.90				4,732,719.90
1510.	Welfare—Institutional	2,760,000.00	250,000.00		163,069.55				3,173,069.55
2000.	Superintendent of Public Instruction	67,500.00	7,500.00		1,631.50			350.00	76,281.50
2020.	Public School Lunch Program	16,800.00			1,151.72				17,951.72
2030.	State Board of Education	15,000.00			1,084.35		350.00		16,434.35
2060.	Free Textbooks	500,000.00			155,926.40				655,926.40
2080.	Vocational Education	250,000.00			233.00				250,233.00
2100.	Kentucky State College for Negroes	150,000.00			896.16				150,896.16

GENERAL FUND—SCHEDULE "A"—Continued

Acct. No.	Budget Unit	Regular Budget Appropriation	Special Appropriation	Transfers from Emergency Fund	Continued Appropriation	General Statutes	Transferred from Other Appropriations	Transferred to Other Appropriations	Totals
2120.	West Kentucky Training School	$ 48,250.00	$	$	$ 978.00	$	$	$	$ 49,228.00
2140.	College Tuition for Negroes	7,000.00		1,381.61					8,381.61
2200.	Kentucky School for the Blind—White	82,000.00			35.54				82,035.54
2250.	Kentucky School for the Deaf—White	145,000.00			1,541.58				146,541.58
2260.	Kentucky School for the Deaf—Colored	9,000.00			2.80				9,002.80
2270.	Mayo Vocational Training School	30,000.00			.79				30,000.79
2280.	Northern Kentucky Vocational School				36.26				36.26
2300.	University of Kentucky —Division of Colleges	1,026,300.00			4,779.14				1,031,079.14
2310.	College of Agriculture	26,400.00			5,289.89				31,689.89
2330.	Experiment Station	55,000.00			76.34				55,076.34
2349.	Service Laboratories		6,000.00						6,000.00
2390.	Horticulture	10,000.00			163.68				10,163.68
2410.	Library Equipment	11,000.00			20.00				11,020.00
2420.	Scientific Laboratory Equipment	22,000.00			3,833.45				25,833.45
2430.	Engineering Equipment	22,000.00			352.16				22,352.16
2440.	Home Economics Equipment	11,000.00			462.00				11,462.00
2460.	Research in Coal	8,250.00			6,234.00				14,484.00
2500.	Eastern State Teachers College	280,000.00			671.11				280,671.11
2510	Morehead State Teachers College	234,000.00			7.13				234,007.13

2600. Law Librarian	$ 10,300.00	$	$ 5,603.95	$ 632.66	$	$ 150.00	$ 500.00	$	16,186.61
2609. Cataloguing			2,905.31						2,905.31
2610. Law Library—Books	3,500.00			12.00		500.00			4,012.00
2630. Distribution and Repair of Books	1,000.00						150.00		850.00
2640. Library Extension Division	20,000.00		1,500.00						21,500.00
2740. Division of Securities	7,000.00		533.25						7,533.25
2750. Division of Motor Transportation			4,532.43						4,532.43
2810. Wage Hours for Women and Minors	35,000.00			119.50					35,119.50
2870. Railroad Commission	24,000.00			260.03					24,260.03
2880. Railroad Commission—Asst. Atty. Gen.		7,000.00							7,000.00
2900. Alcoholic Beverage Control				292.97	111,648.44				111,941.41
3118. Confiscated Alcoholic Beverages					1,500.00				1,500.00
3140. Judgments—Special	10,000.00				39,271.65				49,271.65
3197. Survey Commission		2,500.00							2,500.00
3199 Deficiency Bills		14,346.53							14,346.53
3205. Jefferson—Circuit Court Clerk—75%	42,329.16			153.07					42,482.23
3215. Jefferson County Court Clerk—75%	95,089.48			2,372.37					97,461.85
3220. Jefferson—Jailer—75%	55,067.19			234.35					55,301.54
3230. Jefferson—Sheriff—75%	134,256.69			52,176.46					186,433.15
3245. Jefferson County Fiscal Court—25%	29,906.33			140,593.30					170,499.63
3255. Kenton—Circuit Court Clerk—75%	10,080.55			1,100.90					11,181.45
3260. Kenton—County Clerk—75%	23,599.43			13,042.16					36,641.59
3270. Kenton—Jailer—75%	4,425.12			(—) 116.94					4,308.18
3280. Kenton—Sheriff—75%	16,308.90			(—) 905.60					15,403.30
3295 Kenton County Fiscal Court—25%	8,621.00			23,682.22					32,303.22
Totals	$14,469,823.85	$741,155.53	$246,728.92	$959,017.08	$246,470.09	$118,118.50	$364,847.42		$16,416,466.55

STATEMENT NO. 9

GENERAL FUND

Analysis of Net Expenditures During the Fiscal Year 1945-46 Including Payments During the 90-Day Closing Period to September 30, 1946

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
Legislature					
10.	Legislative Sessions	$ 247,145.48	$ 984.70	$	$ 248,130.18
20.	Legislative Council	18,065.19	13.04		18,078.23
30.	Lieutenant Governor	686.50	30.00		716.50
50.	Council of State Governments	250.00			250.00
	Totals	$ 266,147.17	$ 1,027.74	$	$ 267,174.91
Judiciary and Court Costs					
90.	Board of Bar Examiners	$ 5,644.89	$	$	$ 5,644.89
100.	Court of Appeals	34,780.29	38.88		34,819.17
110.	Clerk of Court of Appeals	16,731.82	272.29	600.00	16,404.11
120.	Judicial Council	794.06	5.94		800.00
132.	Clerks Services	91,894.34			91,894.34
142.	Criminal Prosecution	287,710.18			287,710.18
150.	Salaries—Judges of Commonwealth Attys.	279,367.40			279,367.40
162.	Jury Commissioners	3,360.00			3,360.00
172.	Trustee of Jury Fund	364,530.28			364,530.28
182.	Commissions on Fines and Forfeitures	439,939.39			439,939.39
192.	Return of Escaped Convicts & Express Messengers	4,487.03			4,487.03
196.	County Patrol—Sheriffs	133,342.51			133,342.51
	Totals	$ 1,662,582.19	$ 317.11	$ 600.00	$ 1,662,299.30
Governor					
(1)	**Regular Accounts**				
200.	Governor	$ 22,142.14	$ 431.46	$	$ 22,573.60

210. Executive Cabinet	$ 3,000.00	$	$	$ 3,000.00
220. Contingent Fund	6,000.00			6,000.00
Totals	$ 31,142.14	$ 431.46	$	$ 31,573.60
(2) Special Accounts				
268. Repairs and Capital Outlay—Cont'd Appro.	$ 163,325.42	$	$	$ 163,325.42
276. Welfare—Special	72,671.08			72,671.08
278. Equipment—Welfare Inst. Cont'd Appro.	2,228.98			2,228.98
Totals	$ 238,225.48	$	$	$ 238,225.48
Department of State				
300. Secretary of State	$ 21,156.04	$ 546.20	$ 289.52	$ 21,412.72
310. Land Office	1,155.00			1,155.00
320. Secretary of State—Absentee Voting	65.60	108.94		374.54
Totals	$ 22,576.64	$ 655.14	$ 289.52	$ 22,942.26
Department of Law				
350. Attorney General	$ 44,376.36	$ 345.10	$	$ 44,721.46
360. Cost of Suits	679.24	21.08		700.32
370. Statute Revision Committee	14,948.59	607.60		15,556.19
Totals	$ 60,004.19	$ 973.78	$	$ 60,977.97
Department of Treasury				
400. State Treasurer	$ 35,019.22	$ 896.75	$ 600.00	$ 35,315.97
410. Custodian of Securities	600.00			600.00
Totals	$ 35,619.22	$ 896.75	$ 600.00	$ 35,915.97
Auditor of Public Accounts				
450. Auditor of Public Accounts	$ 38,702.29	$ 78.25	$ 600.00	$ 38,180.54
Department of Finance				
500. Commissioner of Finance	$ 8,095.29	$ 1,481.87	$	$ 9,577.16

STATEMENT NO. 9—GENERAL FUND—Continued

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
510.	Division of the Budget	$ 8,521.58	$ 6,480.00	$	$ 15,001.58
520.	Division of Personnel Efficiency	19,434.94	218.50		19,653.44
530.	Division of Accounts and Control	56,854.79	1,750.37	6,465.00	52,140.16
550.	Division of Purchases	47,165.81	3,150.85	600.00	49,716.66
560.	Merit System Committee		2,000.00		2,000.00
570.	Division of Public Properties	213,322.64	22,517.40	53,762.78	182,077.26
	Totals	$ 353,395.05	$ 37,598.99	$ 60,827.78	$ 330,166.26
Other Finance Department Allotments					
590.	Public Printing	$ 10,223.39	$ 5,086.98	$	$ 15,310.37
600.	Public Record Books (Paper and Printing)	54,189.91			54,189.91
620.	Paper Ballots	18,213.47			18,213.47
630.	Paper—Revolving	72,849.29	3,752.81	72,546.88	4,055.22
640.	Postage—Revolving	80,874.00		82,725.97	(—) 1,851.97
655.	Confederate Pensions	62,303.00			62,303.00
670.	New Lands and Buildings—General	165,670.46	7,616.45	220.26	173,066.65
	Totals	$ 464,323.52	$ 16,456.24	$ 155,493.11	$ 325,286.65
Department of Revenue					
700.	Office of Commissioner	$ 17,743.87	$	$	$ 17,743.87
710.	Division of Property Taxation	5,003.97	8.11		5,012.08
720.	Division of Income Taxation	37,694.41	592.17		38,286.58
730.	Excise Taxes	58,094.07	8.32		58,102.39
740.	Service Division	180,642.20	17,977.89	124.82	198,495.27
750.	Research and Statistics	8,520.06	5.23		8,525.29
760.	Division of Alcoholic Control	3,881.71		3,881.71	
770.	Division of Local Relations	16,529.93			16,529.93
780.	Escheats	9,355.14			9,355.14
	Totals	$ 337,465.36	$ 18,591.72	$ 4,006.53	$ 352,050.55

Other Revenue Activities					
802.	County Tax Commissioners	$ 417,201.55	$	$	$ 417,201.55
812.	County Board of Supervisors	19,080.50			19,080.50
	Totals	$ 436,282.05	$	$	$ 436,282.05
Elections					
850.	Board of Election Commissioners	$ 299.24	$	$	$ 299.24
870.	State Board of Registration & Purgation	490.90			490.90
	Totals	$ 790.14	$	$	$ 790.14
Department of Conservation					
1000.	Office of the Director	$ 11,035.49	$ 430.10	$ 2,626.57	$ 8,839.02
1010.	Division of State Parks	25,000.00			25,000.00
1020.	Division of Forestry	49,999.99			49,999.99
1030.	Division of Publicity	21,310.64	148.64	4,080.00	17,379.28
1040.	My Old Kentucky Home	8,993.49	6.50		8,999.99
1047.	Cumberland Gap National Park	$ 74,999.94	$	$	$ 74,999.94
	Totals	$ 191,339.55	$ 585.24	$ 6,706.57	$ 185,218.22
Military Department					
1050.	Office of Adjutant General	$ 14,495.58	$ 1,098.19	$ 300.00	$ 15,293.77
1060.	Veteran's Division	61,722.85	3,664.19		65,387.04
1070.	Division of Armories	35,224.40	4,440.22		39,664.62
1080.	Kentucky Active Militia	9,852.52	351.62		10,204.14
1087.	State Aviation Board	14,676.31	159.47		14,835.78
1088.	Kentucky Active Militia—Emergency Fund	332.55			332.55
1090.	Civil Defense	2,343.37	268.92		2,612.29
	Totals	$ 138,647.58	$ 9,982.61	$ 300.00	$ 148,330.19
Department of Agriculture					
1100.	Salaries and Clerical Expenses	$ 68,540.97	$ 1,559.74	$ 22,437.31	$ 47,663.40
State Board of Agriculture					
1200.	Per Diem and Expenses	$ 4,273.52	$ 15,556.56	$	$ 19,830.08

STATEMENT NO. 9—GENERAL FUND—Continued

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
1240.	Bangs' Disease	$ 15,993.57	$ 74.98	$	$ 16,068.55
1290.	Boys' and Girls' Club	5,000.00			5,000.00
	Totals	$ 25,267.09	$ 15,631.54	$	$ 40,898.63
State Fair Board					
1270.	Premiums	$ 45,000.00	$	$	$ 45,000.00
1287.	M and M Building Bonds (Retirement)	14,000.00			14,000.00
1300.	State Fair Board	529.15			529.15
	Totals	$ 59,529.15	$	$	$ 59,529.15
Soil Conservation Committee					
1350.	Operation Expenses	$ 16,950.40	$ 5,318.66	$	$ 22,269.06
Department of Health					
1400.	Department of Health	$ 523,189.11	$ 11,422.31	$ 369,633.62	$ 154,977.80
1410.	Prevention of Blindness	2,500.00			2,500.00
1440.	County Health	349,615.83	384.17		350,000.00
1444.	Cancer Control	13,119.66	1,880.34		15,000.00
1445.	Julius Marks Sanatorium	10,000.00			10,000.00
1450.	Kenton County T. B. Sanatorium	7,499.91			7,499.91
1455.	Warren County T. B. Sanatorium	7,500.00			7,500.00
1470.	Hazelwood Sanatorium	177,144.51	525.54		177,670.05
1487.	Interest on Bonds	12,785.00			12,785.00
1490.	Kentucky Crippled Children	124,838.70	82.30		124,921.00
	Totals	$ 1,228,192.72	$ 4,294.66	$ 369,633.62	$ 862,853.76
Department of Welfare					
I. Institutional					
A. Administration					
1510.	Office of the Commissioner	$ 9,910.92	$	$ 4,719.96	$ 5,190.96

1530.	Division of Fiscal Control and Management	66,797.00	4,818.53	9,696.06	61,919.47
1540.	Division of Personnel	9,791.27	.....	.....	9,791.27
	Totals	$ 86,499.19	$ 4,818.53	$ 14,416.02	$ 76,901.70
B.	**Hospitals and Mental Hygiene**				
1550.	Directors Office	$ 19,237.81	$	$	$ 19,237.81
1560.	Eastern State Hospital	351,170.30	17,208.36	3,246.45	365,132.21
1570.	Central State Hospital	371,898.95	17,251.67	1,834.29	387,316.33
1580.	Western State Hospital	362,465.47	22,788.96	118.00	385,136.43
1590.	Feeble-Minded Institute	200,561.46	12,234.42	542.01	212,253.87
1620.	Boyle—Mercer Farm	168,297.49	20,800.49	1,733.25	187,364.73
	Totals	$ 1,473,631.48	$ 90,283.90	$ 7,474.00	$ 1,556,441.38
C.	**Corrections**				
1650.	Director's Office	$ 121,816.07	$ .50	$	$ 121,816.57
1660.	Houses of Reform	191,888.80	21,583.47	739.88	212,732.39
1670.	Reformatory	466,291.42	18,724.50	39,235.92	445,780.00
1680.	Penitentiary	288,636.44	12,950.15	171.50	301,415.09
1690.	Women's Prison	34,717.20	9,212.82	1,538.52	42,391.50
1700.	Probation and Parole	4,342.59	.....	.....	4,342.59
	Totals	$ 1,107,692.52	$ 62,471.44	$ 41,685.82	$ 1,128,478.14
D.	**Kentucky Children's Home**				
1730.	Operation and Maintenance	$ 104,625.43	$ 12,742.93	$ 33.44	$ 117,334.92
	Total Institutional	$ 2,772,448.62	$ 170,316.80	$ 63,609.28	$ 2,879,156.14
II.	**Division of Public Assistance**				
A.	**Administration**				
1500.	Office of Commissioner—Soc. Sec.	$ (—) 476.12	$ 4,719.96	$	$ 4,243.84
1520.	Fiscal Control and Management—Soc. Sec.	18,717.11	48,107.38	1,745.42	65,079.07
	Totals	$ 18,240.99	$ 52,827.34	$ 1,745.42	$ 69,322.91

STATEMENT NO. 9—GENERAL FUND—(Continued)

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
B. Child Welfare				
1720. Director's Office	$ 77,339.18	$ 3,446.82	$	$ 80,786.00
C. Public Assistance				
1760. Director's Office	$ 60,748.96	$	$	$ 60,748.96
1775. Old Age Assistance Payments	3,189,723.06			3,189,723.06
1785. Aid to the Blind	124,107.66			124,107.66
1790. Benefits for Dependent Children	56,381.36	379.85		56,761.21
1795. Aid to Dependent Children	685,260.18			685,260.18
Totals	$ 4,116,221.22	$ 379.85	$	$ 4,116,601.07
D. Field Operations				
1821. Field Operations	$ 257,817.55	$	$	$ 257,817.55
Total—Public Assistance	$ 4,469,618.94	$ 56,654.01	$ 1,745.42	$ 4,524,527.53
III. Special Appropriations				
1640. Engineering and Construction	$ 125,934.69	$ 5,415.11	$ 23,245.38	$ 108,104.42
1600. Home for Incurables	15,000.00			15,000.00
1610. Colored Red Cross Hospital	4,000.00			4,000.00
1860. Conveyance of Lunatics	7,470.19			7,470.19
1870. Pauper Idiots	56,200.32			56,200.32
Totals	$ 208,605.20	$ 5,415.11	$ 23,245.38	$ 190,774.93
Department of Education				
A. Administration				
2000. Supt. of Public Instruction	$ 71,944.06	$ 2,570.75	$ 1,544.64	$ 72,970.17
2010. Division of Certification	14,361.08	638.64	40.00	14,959.72
2020. Emergency Food Distribution	16,239.90	868.24		17,108.14
2030. State Board of Education	11,670.31	3,905.84		15,576.15
Totals	$ 114,215.35	$ 7,983.47	$ 1,584.64	$ 120,614.18

B.	**Common Schools**				
2049.	Equalization Fund	$ 1,499,973.41	$	$	$ 1,499,973.41
2050.	Per Capita Fund	13,499,999.89			13,499,999.89
2055.	Teachers Retirement	823,000.00			823,000.00
2060.	Free Textbooks	645,532.85	592.96		646,125.81
	Totals	$16,468,506.15	$ 592.96	$	$16,469,099.11
C.	**Vocational Education**				
2080.	Vocational Rehabilitation	$ 184,406.48	$ 100,945.37	$ 36,581.12	$ 248,770.73
2095.	Vocational Rehabilitation	50,719.90	10,292.60	12.50	61,000.00
	Totals	$ 235,126.38	$ 111,237.97	$ 36,593.62	$ 309,770.73
D.	**Higher Education for Negroes**				
2100.	Ky. State College for Negroes	$ 163,973.58	$ 4,141.44	$ 17,752.19	$ 150,362.83
2120.	West Ky. Vocational Training School	52,455.16	1,010.25	4,562.50	48,902.91
2130.	Lincoln Institute	46,437.82	150.00	4,587.82	42,000.00
2140.	College Tuition for Negroes	8,289.28			8,289.28
	Totals	$ 271,155.84	$ 5,301.69	$ 26,902.51	$ 249,555.02
E.	**Schools for the Blind and Deaf**				
2200.	Kentucky School for the Blind—White	$ 80,563.44	$ 1,422.44	$	$ 81,985.88
2210.	Kentucky School for the Blind—Colored	9,178.35	107.82		9,286.17
2220.	Workshop for Adult Blind	14,124.81	442.67		14,567.48
2250.	School for the Deaf—White	142,148.27	2,156.58	4.85	144,300.00
2260.	School for the Deaf—Colored	8,466.13	277.97		8,744.10
	Totals	$ 254,481.00	$ 4,407.48	$ 4.85	$ 258,883.63
F.	**Mayo Vocational Training School**				
2270.	Operation and Maintenance	$ 55,975.62	$ 605.93	$ 26,708.01	$ 29,873.54
2280.	Northern Ky. Vocational Schools	42,281.74	149.80	42,794.39	(—) 362.85
	Totals	$ 98,257.36	$ 755.73	$ 69,502.40	$ 29,510.69

STATEMENT NO. 9—GENERAL FUND—Continued

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
University of Kentucky					
2300.	Division of Colleges	$ 1,343,782.71	$ 124,996.94	$ 437,988.67	$ 1,030,790.98
2310.	College of Agriculture	.....	26,400.00	.....	26,400.00
2320.	Summer Schools	.....	11,000.00	.....	11,000.00
2330.	Experiment Station	76.34	55,126.61	126.61	55,076.34
2339.	Experiment Station—Tobacco Research	538.61	6,629.51	.....	7,168.12
2340.	Service Laboratories	2,073.93	21,769.76	.....	23,843.69
2350.	Nursery Inspection	.....	2,000.00	.....	2,000.00
60.	Princeton Sub-Station	3,853.50	13,713.93	.....	17,567.43
2370.	Quicksand Sub-Station	2,684.45	14,944.35	35.00	17,593.80
2380.	Agriculture Extension	561.99	170,288.03	350.02	170,500.00
2390.	Horticulture	3,869.30	5,920.09	.....	9,789.39
2400.	Repairs to Buildings	.....	33,000.00	.....	33,000.00
2410.	Library Equipment	10,735.96	.....	.....	10,735.96
2420.	Scientific Laboratory Equipment	16,579.81	230.95	.....	16,810.76
2430.	Engineering Equipment	11,343.76	3,218.80	222.41	14,340.15
2440.	Home Economic Equipment	540.19	2,155.48	.....	2,695.67
2450.	Strawberry Marketing Account and Labeling	758.19	583.32	.....	1,341.51
2460.	Research in Coal	8,947.22	3,711.98	651.05	12,008.15
	Totals	$ 1,406,345.96	$ 495,689.75	$ 439,373.76	$ 1,462,661.95
State Teachers College					
2500.	Eastern State Teachers College	$ 275,961.75	$ 3,750.72	$	$ 279,712.47
2510.	Morehead State Teachers College	245,762.49	.....	11,763.25	233,999.24
2520.	Murray State Teachers College	260,852.50	5,324.02	12,176.68	253,999.84
2540.	Western State Teachers College	363,597.25	4,690.98	3,327.07	364,961.16
	Totals	$ 1,146,173.99	$ 13,765.72	$ 27,267.00	$ 1,132,672.71
Library and Archives					
2600.	Law Librarian	$ 15,613.69	$ 183.47	$ 641.76	$ 15,155.40

2609.	Law Librarian—Cataloguing	2,263.55	641.76		2,905.31
2610.	Law Library Books	4,011.03			4,011.03
2620.	Library Sales Account	3,938.19			3,938.19
2630.	Distribution and Repairs of Books	467.97	366.29		834.26
2640.	Library Extension Division	20,763.21	629.10		21,392.31
2650.	Kentucky State Historical Society	10,176.73	302.78		10,479.51
	Totals	$ 57,234.37	$ 2,123.40	$ 641.76	$ 58,716.01
	Department of Business Regulations				
2710.	Division of Athletic Control	$ 3,959.97	$ 23.23	$	$ 3,983.20
2720.	Banking and Small Loans	44,065.71	905.81		44,971.52
2730.	Division of Insurance	40,884.06	1,835.64		42,719.70
2740.	Division of Securities	7,881.21	342.04	690.00	7,533.25
2750.	Business Regulations—Motor Transportation	4,532.43			4,532.43
	Totals	$ 101,323.38	$ 3,106.72	$ 690.00	$ 103,740.10
	Department of Mines and Minerals				
2830.	Coal Mining	$ 38,474.11	$	$	$ 38,474.11
2840.	Division of Geology	11,549.03	1,147.18		12,696.21
	Totals	$ 50,023.14	$ 1,147.18	$	$ 51,170.32
	Railroad Commission				
2870.	Railroad Commission	$ 18,200.99	$ 359.58	$	$ 18,560.57
2880.	Railroad Commission—Asst. Atty. Gen.	6,854.71			6,854.71
	Totals	$ 25,055.70	$ 359.58	$	$ 25,415.28
	Allotments Not Otherwise Classified				
2900.	Alcoholic Beverage Control	$ 91,431.18	$ 6,282.12	$	$ 97,713.30
3110.	Money Refunded	3,718.17			3,718.17
3118.	Confiscated Alcoholic Beverages	1,325.12	167.54		1,492.66
3120.	Bonds of Elective Officers	1,190.00			1,190.00
3140.	Judgments—Special	2,203.50			2,203.50
3149.	Judgments—Refund Harlan County Fees	39,271.65			39,271.65
3150.	Interest on Land Grant Bonds	9,900.00			9,900.00

STATEMENT NO. 9—GENERAL FUND—Continued

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
3170.	Frankfort Cemetery	$ 250.00	$	$	$ 250.00
3180.	Statutes and Codes for Courts	1,464.00			1,464.00
3197.	Survey Comm. Barren, Hart and Edmonson Cos.	2,000.00			2,000.00
3198.	Kentucky Codification Board			1,720.25	(—) 1,720.25
3199.	Special Appropriation Prior Year Claims	4,796.98	129.80		4,926.78
	Totals	$ 157,550.60	$ 6,579.46	$ 1,720.25	$ 162,409.81
Department of Industrial Relations					
2800.	Office of Commissioner	$ 6,683.79	$	$	$ 6,683.79
2810.	Wage Hours for Women and Minors	29,359.80	1,776.27		31,136.07
	Totals	$ 36,043.59	$ 1,776.27	$	$ 37,819.86
Jefferson County Fees					
3205.	Circuit Court Clerk—Old Term	$ 34,560.99	$	$	$ 34,560.99
3206.	Circuit Court Clerk—New Term	33,263.84			33,263.84
3215.	County Court Clerk—Old Term	77,462.91			77,462.91
3216.	County Court Clerk—New Term	77,993.06			77,993.06
3220.	Jailer	55,096.52			55,096.52
3221.	Jailer—New Term	47,726.94			47,726.94
3230.	Sheriff	65,567.22			65,567.22
3231.	Sheriff—New Term	48,482.25			48,482.25
3240.	Special Tax Collector	21,294.86			21,294.86
3245.	Fiscal Court (25% of Old & New Term)	165,814.00			165,814.00
3245A.	Fiscal Court	140,593.30			140,593.30
	Totals	$ 767,855.89	$	$	$ 767,855.89
Kenton County Fees					
3255.	Circuit Court Clerk	$ 8,207.90	$	$	$ 8,207.90
3256.	Circuit Court Clerk—New Term	6,560.95			6,560.95

3260.	County Court Clerk	27,499.24			27,499.24
3261.	County Court Clerk—New Term	20,178.03			20,178.03
3270.	Jailer	4,308.18			4,308.18
3271.	Jailer—New Term	3.508.48			3,508.48
3280.	Sheriff	12,257.68			12,257.68
3281.	Sheriff—New Term	8,068.41			8,068.41
3290.	Tax Collector	10,505.97			10,505.97
3295.	Fiscal Court	18,008.71			18,008.71
3295A.	Fiscal Court	23,682.22			23,682.22
	Totals	$ 142,785.77	$	$	$ 142,785.77
	Net Totals	$34,458,530.13	$ 1,001,612.93	$ 1,314,375.31	$34,145,767.75

STATEMENT NO. 10

STATEMENT OF EXPENDITURES FROM THE GENERAL FUND BY OBJECTS FOR THE FISCAL YEAR ENDED JUNE 30, 1946 INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPTEMBER 30, 1946

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
General Assembly							
Legislative Session							
10. Legislative Session	$	$	$	$	$	$248,130.18	$248,130.18
20. Legislative Council	11,482.00	6,594.19	2.04				18,078.23
30. Lieutenant Governor	420.00	237.80	58.70				716.50
50. Council of State Government	250.00						250.00
Totals	$12,152.00	$6,831.99	$60.74	$	$	$248,130.18	$267,174.91
Judiciary and Courts Costs							
90. Judiciary and Court Costs	$	$	$	$	$	$ 5,644.89	$ 5,644.89
100. Court of Appeals	31,601.30	1,184.85	606.08	6.00	102.60	1,318.34	34,819.17
110. Clerk of Court of Appeals	15,479.06	443.07	246.98		235.00		16,404.11
120. Judicial Council	484.79	309.27	5.94				800.00
132. Clerks' Services	91,894.34						91,894.34
142. Criminal Prosecution						287,710.18	287,710.18
150. Salaries—Judges and Commonwealth Attys.	279,367.40						279,367.40
162. Jury Commissioners	3,360.00						3,360.00
172. Trustee of Jury Fund	364,530.28						364,530.28
182. Commission on Fines and Forfeitures	439,939.39						439,939.39
192. Return of Escaped Convicts and Express Messengers						4,487.03	4,487.03
196. County Patrol—Sheriffs	133,342.51						133,342.51
Totals	$1,359,999.07	$1,937.19	$859.00	$6.00	$337.60	$299,160.44	$1,662,299.30

Governor							
(1) **Regular Accounts**							
200. Governor	$20,110.64	$2,136.97	$175.99	$36.00	$114.00	$	$22,573.60
210. Executive Cabinet	3,000.00						3,000.00
220. Contingent Fund						6,000.00	6,000.00
Totals	$23,110.64	$2,136.97	$175.99	$36.00	$114.00	$6,000.00	$31,573.60
(2) **Special Accounts**							
268. Repairs and Capital Outlay—Continued Appropriation	$	$	$	$	$163,325.42	$	$163,325.42
276. Welfare—Special					72,671.08		72,671.08
278. Equipment—Welfare Inst. Continued Appropriation					2,228.98		2,228.98
Totals	$	$	$	$	$238,225.48	$	$238,225.48
Department of State							
300. Secretary of State	$20,144.75	$1,067.46	$200.51	$	$	$	$21,412.72
310. Land Office	1,155.00						1,155.00
320. Secretary of State—Absentee Voting	374.54						374.54
Totals	$21,674.29	$1,067.46	$200.51	$	$	$	$22,942.26
Department of Law							
350. Attorney General	$40,665.90	$1,600.07	$2,300.89	$	$154.60	$	$44,721.46
360. Cost of Suits						700.32	700.32
370. Statute Revision Committee						15,556.19	15,556.19
Totals	$40,665.90	$1,600.07	$2,300.89	$	$154.60	$16,256.51	$60,977.97
Department of Treasury							
400. State Treasurer	$30,064.41	$3,127.18	$863.26	$167.44	$181.43	$ 912.25	$35,315.97
410. Custodian of Securities						600.00	600.00
Totals	$30,064.41	$3,127.18	$863.26	$167.44	$181.43	$1,512.25	$35,915.97

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
Auditor of Public Accounts							
450. Auditor of Public Accounts	$35,786.94	$552.34	$104.60	$13.25	$239.36	$1,484.05	$38,180.54
Department of Finance							
500. Commissioner of Finance	$ 7,753.83	$ 1,617.76	$ 3.60	$ 201.97	$	$	$ 9,577.16
510. Division of the Budget	14,979.15	7.43	15.00				15,001.58
520. Division of Personnel Efficiency	18,025.50	801.77	451.25	111.65	763.27		19,653.44
530. Division of Account and Control	43,338.91	3,737.19	1,834.25	259.40	289.85	2,680.56	52,140.16
550. Division of Purchases	38,598.04	6,121.49	3,876.18	75.00	855.70	190.25	49,716.66
560. Merit System Committee						2,000.00	2,000.00
570. Division of Public Properties	91,205.64	28,746.10	55,164.03	4,281.00	1,273.03	1,407.46	182,077.26
Totals	$213,901.07	$40,531.74	$61,344.31	$4,929.02	$3,181.85	$6,278.27	$330,166.26
Other Finance Department Allotments							
590. Public Printing	$	$	$	$	$	$ 15,310.37	$ 15,310.37
600. Public Record Books (Paper and Printing)						54,189.91	54,189.91
620. Paper for Ballots and Gen. Assembly						18,213.47	18,213.47
630. Paper Revolving						4,055.22	4,055.22
640. Postage Revolving						(—) 1,851.97	(—) 1,851.97
655. Confederate Pensions						62,303.00	62,303.00
670. New Lands and Buildings—General						127,500.30	127,500.30
678. New Lands and Bldg.—Cont. Approp.						45,566.35	45,566.35
Totals			$	$	$	$325,286.65	$325,286.65
Department of Revenue							
700. Office of the Commissioner	$ 17,214.63	$ 529.24	$	$	$	$	$ 17,743.87
710. Division of Property Taxation	2,809.85	2,194.12	8.11				5,012.08

720. Division of Income Taxation	33,230.53	1,764.05	1,860.01			1,431.99	38,286.58
730. Excise Taxes	10,203.91	42,500.81	15.67			5,382.00	58,102.39
740. Service Division	144,963.02	34,642.47	6,772.94	3,986.50	4,863.18	3,267.16	198,495.27
750. Research and Statistics	8,076.89	284.58	161.10			2.72	8,525.29
770. Division of Local Relations	13,917.27	2,612.66					16,529.93
780. Escheats	6,520.59	2,834.55					9,355.14
Totals	$236,936.69	$87,362.48	$8,817.83	$3,986.50	$4,863.18	$10,083.87	$352,050.55
Other Revenue Agencies							
802. County Tax Commissioners	$	$	$	$	$	$417,201.55	$417,201.55
812. County Board of Supervisors						19,080.50	19,080.50
Totals	$	$	$	$	$	$436,282.05	$436,282.05
Elections							
850. Board of Election Commissioners	$229.61	$69.63	$	$	$	$	$299.24
870. State Board of Registration and Purgation						490.90	490.90
Totals	$229.61	$69.63	$	$	$	$490.90	$790.14
Department of Conservation							
1000. Office of the Director	$ 3,999.96	$ 2,374.52	$ 145.39	(-)$2,500.00	$ 20.00	$4,799.15	$ 8,839.02
1010. Division of State Parks	25,000.00						25,000.00
1020. Division of Forestry	49,999.99						49,999.99
1030. Division of Publicity	5,711.62	11,573.82	93.84				17,379.28
1040. My Old Kentucky Home	6,706.55	576.70	1,436.99		279.75		8,999.99
1047. Cumberland Gap National Park					74,999.94		74,999.94
Totals	$91,418.12	$14,525.04	$1,676.22	(-)$2,500.00	$75,299.69	$4,799.15	$185,218.22
Military Department							
1050. Office of Adjutant General	$11,417.38	$ 2,464.96	$1,244.43	$ 161.50	$ 5.50	$	$ 15,293.77
1060. Veterans' Division	45,251.21	14,676.77	2,190.18	1,480.00	1,641.38	147.50	65,387.04
1070. Division of Armories	2,914.89	4,661.08	949.72	27,883.63	105.10	3,150.20	39,664.62
1080. Kentucky Active Militia						10,204.14	10,204.14
1087. State Aviation Board						14,835.78	14,835.78

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
1090. Civil Defense	$ 1,715.32	$ 242.08	$ 18.09	$ 22.20	$	$ 614.60	$ 2,612.29
1088. Kentucky Active Militia (Emergency Fund)						332.55	332.55
Totals	$61,298.80	$22,044.89	$4,402.42	$29,547.33	$1,751.98	$29,284.77	$148,330.19
Department of Agriculture							
1100. Salaries and Clerical Expenses	$37,266.94	$8,852.50	$1,308.70	$52.50	$	$182.76	$47,663.40
State Board of Agriculture							
1200. Per Diem and Expenses	$15,559.20	$3,373.09	$ 600.39	$ 220.40	$	$ 77.00	$19,830.08
1240. Bangs Disease	15.00	3,374.70	1,261.62	10,923.01	187.12	307.10	16,068.55
1290. Boys' and Girls' Clubs						5,000.00	5,000.00
Totals	$15,574.20	$6,747.79	$1,862.01	$11,143.41	$187.12	$5,384.10	$40,898.63
State Fair Board							
1270. Premiums	$	$	$	$	$	$45,000.00	$45,000.00
1287. M and M Building Bonds (Retirement)						14,000.00	14,000.00
1300. State Fair Board	370.00	159.15					529.15
Totals	$370.00	$159.15	$	$	$	$59,000.00	$59,529.15
Conservation Committee							
1350. Operation Expenses	$12,009.36	$2,543.23	$6,044.00	$88.00	$55.24	$1,529.23	$22,269.06
Department of Health							
1400. Department of Health	$116,687.97	$ 28,147.54	$ 7,122.44	$1,003.43	$2,016.42	$	$154,977.80

1410. Prevention of Blindness	----	2,500.00	----	----	----	----	2,500.00
1440. County Health	----	----	----	----	----	350,000.00	350,000.00
1444. Cancer Control	----	----	----	----	----	15,000.00	15,000.00
1445. Julius Marks Sanatorium	----	----	----	----	----	10,000.00	10,000.00
1450. Kenton County T. B. Sanatorium	----	----	----	----	----	7,499.91	7,499.91
1455. Warren County T. B. Sanatorium	----	----	----	----	----	7,500.00	7,500.00
1470. Hazelwood Sanatorium	85,352.49	14,572.15	68,051.19	2,064.98	7,629.24	----	177,670.05
1487. Interest on Bonds	----	----	----	----	----	12,785.00	12,785.00
1490. Kentucky Crippled Children	27,462.05	85,965.72	11,165.93	10.00	317.30	----	124,921.00
Totals	$229,502.51	$131,185.41	$86,339.56	$3,078.41	$9,962.96	$402,784.91	$862,853.76
Department of Welfare							
I. Institutional							
A. Administration							
1510. Office of the Commissioner	$ 4,969.96	$ 221.00	$ ----	$ ----	$ ----	$ ----	$ 5,190.96
1530. Division of Fiscal Control of Management	49,413.49	8,587.22	1,254.26	602.50	1,269.15	792.85	61,919.47
1540. Division of Personnel	9,216.65	574.62	----	----	----	----	9,791.27
Totals	$63,600.10	$9,382.84	$1,254.26	$602.50	$1,269.15	$792.85	$76,901.70
B. Hospitals and Mental Hygiene							
1550. Director's Office	$ 17,173.13	$ 2,064.68	$ ----	$ ----	$ ----	$ ----	$ 19,237.81
1560. Eastern State Hospital	150,354.77	13,061.29	178,538.90	14,624.93	1,651.06	6,901.26	365,132.21
1570. Central State Hospital	149,528.06	19,713.94	183,460.22	8,159.25	2,396.81	24,058.05	387,316.33
1580. Western State Hospital	171,249.90	7,957.10	168,742.61	13,563.40	2,429.05	21,194.37	385,136.43
1590. Feeble-Minded Institute	86,249.22	11,275.10	97,314.87	3,904.44	2,356.69	11,153.55	212,253.87
1620. Kentucky State Hospital	68,233.97	8,304.46	91,902.72	3,091.53	15,832.05	----	187,364.73
Totals	$642,789.05	$62,376.57	$719,959.32	$43,343.55	$24,665.66	$63,307.23	$1,556,441.38
C. Corrections							
1650. Director's Office	$ 91,661.86	$30,154.71	$ ----	$ ----	$ ----	$ ----	$ 121,816.57
1660. Houses of Reform	85,865.15	16,986.73	84,070.75	10,899.68	3,938.52	10,971.56	212,732.39
1670. Reformatory	173,709.16	30,556.27	202,529.29	15,763.32	1,152.98	22,068.98	445,780.00
1680. Penitentiary	133,615.41	8,729.62	124,409.80	10,230.39	2,909.74	21,520.13	301,415.09

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
1690. Women's Prison	$ 22,195.97	$ 4,025.62	$ 11,724.72	$ 953.06	$	$ 3,492.13	$ 42,391.50
1700. Probation and Parole	3,837.99	504.60					4,342.59
Totals	$510,885.54	$90,957.55	$422,734.56	$37,846.45	$8,001.24	$58,052.80	$1,128,478.14
D. Kentucky Children's Home Society							
1640. Engineering and Construction	$ 89,883.63	$ 6,735.70	$ 6,550.17	$ 426.32	$4,508.60	$	$108,104.42
1730. Operation and Maintenance	37,830.34	10,557.96	56,653.28	3,515.93	2,872.67	5,904.74	117,334.92
Totals	$127,713.97	$17,293.66	$63,203.45	$3,942,25	$7,381.27	$5,904.74	$225,439.34
Total Institutional	$1,344,988.66	$180,010.62	$1,207,151.59	$85,734.75	$41,317.32	$128,057.62	$2,987,260.56
11. Division of Public Assistance							
A. Administration							
1500. Office of Commissioner—Soc. Sec.	$ 4,243.84	$	$	$	$	$	$ 4,243.84
1520. Fiscal Control and Management—Soc. Sec.	19,730.93	25,394.05	5,609.49	3,686.24	1,597.09	9,061.27	65,079.07
Totals	$23,974.77	$25,394.05	$5,609.49	$3,686.24	$1,597.09	$9,061.27	$69,322.91
B. Child Welfare							
1720. Director's Office	$60,841.68	$19,944.32	$	$	$	$	$80,786.00
C. Public Assistance							
1760. Director's Office	$59,520.01	$1,228.95	$	$	$	$	$ 60,748.96
1775. Old Age Assistance Payments						3,189,723.06	3,189,723.06
1785. Aid to the Blind						124,107.66	124,107.66
1790. Benefits for Dependent Children						56,761.21	56,761.21
1795. Aid to Dependent Children						685,260.18	685,260.18
Totals	$59,520.01	$1,228.95	$	$	$	$4,055,852.11	$4,116,601.07

D. Field Operations							
1821. Field Operations	$207,937.42	$49,880.13	$	$	$	$	$ 257,817.55
Total Public Assistance	$352,273.88	$96,447.45	$5,609.49	$3,686.24	$1,597.09	$4,064,913.38	$4,524,527.53
III. Special Appropriation							
1600. Home of Incurables	$15,000.00	$	$	$	$	$	$15,000.00
1610. Colored Red Cross Hospital	4,000.00						4,000.00
1860. Conveyance of Lunatics						7,470.19	7,470.19
1870. Pauper Idiots						56,200.32	56,200.32
Totals	$19,000.00	$	$	$	$	$63,670.51	$82,670.51
Department of Education							
A. Administration							
2000. Supt. of Public Instruction	$54,162.54	$11,829.01	$ 641.73	$12.00	$	$ 6,324.89	$ 72,970.17
2010. Division of Certification	13,055.49	1,893.80	10.43				14,959.72
2020. Emergency Food Distribution						17,108.14	17,108.14
2030. State Board of Education	1,906.56	8,200.75	4,433.79		37.50	997.55	15,576.15
Totals	$69,124.59	$21,923.56	$5,085.95	$12.00	$37.50	$24,430.58	$120,614.18
B. Common Schools							
2049. Equalization Fund	$	$	$	$	$	$ 1,499,973.41	$ 1,499,973.41
2050. Per Capita Fund						13,499,999.89	13,499,999.89
2055. Teachers' Retirement						823,000.00	823,000.00
2060. Free Textbooks	11,863.99	2,260.41	478,516.84		96.88	153,337.69	646,125.81
Totals	$11,863.99	$2,260.41	$478,516.84	$	$96.88	$15,976,360.99	$16,469,099.11
C. Vocational Education							
2080. Vocational Education	$227,906.72	$19,054.60	$1,339.97	$ 215.94	$20.50	$233.00	$248,770.73
2095. Vocational Rehabilitation				61,000.00			61,000.00
Totals	$227,906.72	$19,054.60	$1,339.97	$61,215.94	$20.50	$233.00	$309,770.73

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
D. Higher Education for Negroes							
2100. Kentucky State College for Negroes	$119,804.61	$10,701.86	$11,791.98	$5,561.32	$1,649.14	$ 853.92	$150,362.83
2120. West Ky. Vocational Training School	30,439.40	7,803.66	8,367.84	1,322.51		969.50	48,902.91
2130. Lincoln Institute						42,000.00	42,000.00
2140. College Tuition for Negroes						8,289.28	8,289.28
Totals	$150,244.01	$18,505.52	$20,159.82	$6,883.83	$1,649.14	$52,112.70	$249,555.02
E. Schools for the Blind and Deaf							
2200. Ky. School for the Blind—White	$ 53,055.93	$ 6,006.69	$21,431.00	$1,467.06	$25.20	$	$ 81,985.88
2210. Ky. School for the Blind—Colored	6,642.78	553.11	1,982.46	107.82			9,286.17
2220. Workshop for Adult Blind	11,739.69	872.60	1,336.27	618.92			14,567.48
2250. Schools for the Deaf—White	94,316.39	6,276.06	40,770.87	2,316.68		620.00	144,300.00
2260. School for the Deaf—Colored	6,568.67	542.16	1,422.80	210.47			8,744.10
Totals	$172,323.46	$14,250.62	$66,943.40	$4,720.95	$25.20	$620.00	$258,883.63
F. Mayo Vocational Training School							
2270. Operation and Maintenance	$19,393.01	$5,120.44	$3,743.17	$1,209.13	$407.00	$ .79	$29,873.54
2280. Northern Ky. Vocational Schools						(—) 362.85	(—) 362.85
Totals	$19,393.01	$5,120.44	$3,743.17	$1,209.13	$407.00	(—) $362.06	$29,510.69
University of Kentucky							
2300. Division of Colleges	$ 881,433.62	$41,088.62	$66,278.41	$17,299.81	$15,654.90	$ 9,035.62	$1,030,790.98
2310. College of Agriculture	26,400.00						26,400.00
2320. Summer School	11,000.00						11,000.00
2330. Experiment Station	50,408.55			4,591.45		76.34	55,076.34
2339. Experiment Sta.—Tobacco Research						7,168.12	7,168.12
2340. Service Laboratories	21,848.55	623.46	237.40				22,709.41
2349. Dairy Cattle Improvement						1,134.28	1,134.28

2350. Nursery Inspection	2,000.00						2,000.00
2360. Princeton Sub-Station	14,764.95	603.08	1,064.94	815.46	319.00		17,567.43
2370. Quicksand Sub-Station	14,887.90	190.29	1,293.85	1,221.76			17,593.80
2380. Agricultural Extension	170,500.00						170,500.00
2390. Horticulture	6,796.80	1,425.67	708.74		848.50	9.68	9,789.39
2400. Repairs to Buildings						33,000.00	33,000.00
2410. Library Equipment						10,735.96	10,735.96
2420. Scientific Laboratory Equipment						16,810.76	16,810.76
2430. Engineering Equipment						14,340.15	14,340.15
2440. Home Economic Equipment						2,695.67	2,695.67
2450. Strawberry Marketing Account and Labeling						1,341.51	1,341.51
2460. Research in Coal						12,008.15	12,008.15
Totals	$1,200,040.37	$43,931.12	$69,583.34	$23,928.48	$16,822.40	$108,356.24	$1,462,661.95
State Teachers College							
2500. Eastern State Teachers College	$ 261,020.19	$ 8,965.11	$ 5,175.20	$ 3,881.02	$ 79.44	$591.51	$ 279,712.47
2510. Morehead State Teachers College	200,931.71	5,029.03	27,600.04		431.33	7.13	233,999.24
2520. Murray State Teachers College	234,364.12	6,260.32	8,051.38	5,324.02			253,999.84
2540. Western State Teachers College	344,684.22	6,715.76	8,593.40	4,893.78	74.00		364,961.16
Totals	$1,041,000.24	$26,970.22	$49,420.02	$14,098.82	$584.77	$598.64	$1,132,672.71
Library and Achives							
2600. Law Librarian	$12,387.21	$ 482.53	$ 885.27	$ 20.00	$ 747.73	$ 632.66	$15,155.40
2609. Law Librarian Cataloguing						2,905.31	2,905.31
2610. Law Library Books					4,011.03		4,011.03
2620. Library Sales Account						3,938.19	3,938.19
2630. Distribution and Repair of Books						834.26	834.26
2650. Kentucky State Historical Society	9,009.38	750.35	466.02	84.96	168.80		10,479.51
2640. Library Extension Division	12,496.97	1,572.82	6,641.89	110.57	570.06		21,392.31
Totals	$33,893.56	$2,805.70	$7,993.18	$215.53	$5,497.62	$8,310.42	$58,716.01
Department of Business Regulations							
2710. Division of Athletic Control	$ 3,720.00	$ 134.97	$ 8.23	$ 120.00	$	$	$ 3,983.20
2720. Banking and Small Loans	35,843.32	8,756.33	219.01	152.86			44,971.52

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
2730. Division of Insurance	$30,988.70	$ 7,978.15	$1,451.04	$1,095.51	$1,206.30	$	$ 42,719.70
2740. Division of Securities	6,070.00	1,169.35	266.04	27.86			7,533.25
2750. Motor Transportation						4,532.43	4,532.43
Totals	$76,622.02	$18,038.80	$1,944.32	$1,396.23	$1,206.30	$4,532.43	$103,740.10
Department of Industrial Relations							
2800. Office of the Commissioner	$ 5,997.42	$ 676.87	$ 9.50	$	$	$	$ 6,683.79
2810. Wage Hours for Women and Minors	20,624.00	7,832.14	1,658.39	787.38	114.66	119.50	31,136.07
Totals	$26,621.42	$8,509.01	$1,667.89	$787.38	$114.66	$119.50	$37,819.86
Department of Mines and Minerals							
2830. Coal Mining	$29,232.10	$ 7,900.82	$ 621.19	$ 720.00	$	$	$38,474.11
2840. Division of Geology	5,414.93	2,392.15	2,955.23	373.25	1,560.65		12,696.21
Totals	$34,647.03	$10,292.97	$3,576.42	$1,093.25	$1,560.65	$	$51,170.32
Railroad Commission							
2870. Railroad Commission	$16,154.92	$1,223.82	$484.27	$475.00	$	$222.56	$18,560.57
2880. Railroad Com.—Asst. Atty. Gen.	6,600.00	254.71					6,854.71
Totals	$22,754.92	$1,478.53	$484.27	$475.00	$	$222.56	$25,415.28
Allotments Not Otherwise Classified							
2900. Alcoholic Beverage Control	$	$	$	$	$	$ 97,713.30	$ 97,713.30
3110. Money Refunded						3,718.17	3,718.17
3118. Confiscated Alcoholic Beverages						1,492.66	1,492.66
3120. Bonds of Elective Officers						1,190.00	1,190.00
3140. Judgments—Special						2,203.50	2,203.50
3149. Judgments—Refund Harlan Co. Fees						39,271.65	39,271.65

3150. Interest on Land Grant Bonds						9,900.00	9,900.00
3170. Frankfort Cemetery						250.00	250.00
3180. Statutes and Codes for Courts						1,464.00	1,464.00
3197. Survey Comm. Barren, Hart and Edmonson Counties						2,000.00	2,000.00
3198. Kentucky Codification Board						(—)1,720.25	(—)1,720.25
3199. Special Appropriation Prior Year Claims						4,926.78	4,926.78
Totals	$	$	$	$	$	$162,409.81	$162,409.81
Jefferson County Fees							
3205. Circuit Court Clerk—Old Term	$	$	$	$	$	$ 34,560.99	$ 34,560.99
3206. Circuit Court Clerk—New Term						33,263.84	33,263.84
3215. County Court Clerk						77,462.91	77,462.91
3216. County Court Clerk—New Term						77,993.06	77,993.06
3220. Jailer						55,096.52	55,096.52
3221. Jailer—New Term						47,726.94	47,726.94
3230. Sheriff						65,567.22	65,567.22
3231. Sheriff—New Term						48,482.25	48,482.25
3240. Special Tax Collector						21,294.86	21,294.86
3245. Fiscal Court (25% of Old and New Term)						165,814.00	165,814.00
3245A. Fiscal Court						140,593.30	140,593.30
Totals	$	$	$	$	$	$767,855.89	$767,855.89
Kenton County Fees							
3255. Circuit Court Clerk	$	$	$	$	$	$ 8,207.90	$ 8,207.90
3256. Circuit Court Clerk—New Term						6,560.95	6,560.95
3260. County Court Clerk						27,499.24	27,499.24
3261. County Court Clerk—New Term						20,178.03	20,178.03
3270. Jailer						4,308.18	4,308.18
3271. Jailer—New Term						3,508.48	3,508.48
3280. Sheriff						12,257.68	12,257.68
3281. Sheriff—New Term						8,068.41	8,068.41
3290. Tax Collector						10,505.97	10,505.97

STATEMENT NO. 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Total
3295. Fiscal Court	$	$	$	$	$	$ 18,008.71	$ 18,008.71
3295A. Fiscal Court						23,682.22	23,682.22
Totals	$	$	$	$	$	$142,785.77	$142,785.77
GRAND TOTALS	$7,224,658.43	$800,874.63	$2,099,579.71	$256,005.39	$405,491.52	$23,359,158.07	$34,145,767.75

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 11: COMPARATIVE BALANCE SHEET
As of June 30, 1946 and June 30, 1945

Assets	**June 30, 1946**	**June 30, 1945**
Cash in Banks	$ 5,173,364.08	$ 5,325,843.07
Less—Encumbrances Outstanding	1,400,889.24	1,311,123.32
Net Available Cash	$ 3,772,474.84	$ 4,014,719.75
Petty Cash Advances	16,150.00	10,725.00
Investments (Schedule "A")	2,200.00	2,200.00
Totals	$ 3,790,824.84	$ 4,027,644.75
Liabilities, Reserves and Surplus		
Liabilities-Suspense Accounts (Schedule "B")	$ 14,292.61	$ 14,292.61
Reserve for Petty Cash Advances	16,150.00	10,725.00
Reserve for Investment Funds (Schedule "C")	57,931.25	57,931.25
Allotment Surplus	3,702,450.98	3,944,695.89
Totals	$ 3,790,824.84	$ 4,027,644.75
Schedule "A"—Investments		
State Historical Society:		
Henry Fisher Packing Company	$ 200.00	$ 200.00
Todd County Public School Corp.	2,000.00	2,000.00
Totals	$ 2,200.00	$ 2,200.00
Schedule "B"—Liabilities		
Non-Resident Income Tax	$ 3,988.80	$ 3,988.80
Dept. of Education—Revenue from Investments	9,854.25	9,854.25
Kentucky Training Home—Revenue from Investments	449.56	449.56
Totals	$ 14,292.61	$ 14,292.61
Schedule "C"—Investment Reserve		
Investments	$ 2,200.00	$ 2,200.00
Cash	55,731.25	55,731.25
Totals	$ 57,931.25	$ 57,931.25

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 12: ANALYSIS OF CHANGES IN ALLOTMENT SURPLUS
Fiscal Years Ended June 30, 1946 and June 30, 1945

	Fiscal Year Ended June 30, 1946			Fiscal Year Ended June 30, 1945		
Allotment Surplus—Beginning of Year			$3,944,695.89			$3,364,180.61
Three-Months Closing Period						
Encumbrances Brought Forward (Including Petty Cash)		$ 1,321,848.32			$1,312,916.14	
Encumbrances Paid	$437,938.30			$637,129.18		
Lapses of Transfers from Other Funds	46.757.19			92,664.08		
Refunds of Social Security Accounts to General Fund	18,095.50					
Total Disbursements (During 90-Day Period)		502,790.99			729,793.76	
Balances Forwarded During Three-Months Period			819,057.33			583,122.88
Total Allotments Forwarded			$4,763,753.22			$3,947,303.49
Deduct Refunds to Federal Government			64,878.12			158,992.41
Net Total Alloments Forwarded			$4,698,875.10			$3,788,311.08
Additions						
Revenue Receipts		$37,873,132.57			$13,609,089.94	
Transfers from Other Funds		4,241,032.43			4,419,520.73	
Prior Year Refunds		4,438.99			5,807.17	
Refunds: Old Age Assistance	$ 83.47					
State Parks—Closed Bank	177.45					
Dependent Children	15.00					
Social Security—Federal Exceptions	2,792.43	3,068.35			96.90	
Total Additions		$42,121,672.34			$18,034,514.74	
Less: Adjustments—Aid to the Blind and Dependent Children		29.02			394.60	
Net Additions			42,121,643.32			18,034,120.14
Total Allotments			$46,820,518.42			$21,822,481.22
Deductions						
Net Disbursements		$41,701,028.20			$16,555,887.01	
Encumbrance Charges and Reserve For Petty Cash		1,417,039.24			1,321,848.32	
Total Deductions			43,118,067.44			17,877,735.33
Allotment Surplus—Close of Year			$ 3,702,450.98			$ 3,944,695.89

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 13: SOURCE AND APPLICATION OF FUNDS

Fiscal Year Ended June 30, 1946

1.	**Source of Funds:**		
	Cash—Beginning of Year		$ 5,325.843.07
	Receipts and Credits:		
	Revenue Receipts	$37,873,132.57	
	Inter-Fund Credits	4,241,032.43	
	Refund of Prior Year Disbursements	4,438.99	
	Adjustments—Allotment Surplus	3,068.35	
	Total Receipts		$42,121,672.34
	Total Available Funds		$47,447,515.41
2.	**Application of Funds:**		
	Disbursements—Current Year	$41,701,028.20	
	Disbursements—Prior Year Encumbrances	437,938.30	
	Refund of Federal Allotments	64,878.12	
	Lapses and Transfers to Other Funds	64,852.69	
	Adjustments—Social Security Accounts	29.02	
	Increase in Petty Cash Advances	5,425.00	
	Total Disbursements		$42,274,151.33
	Cash Balance—Close of Year		$ 5,173,364.08

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 14: CONDENSED STATEMENT OF RECEIPTS COMPARED WITH THE PRECEDING YEAR

Fiscal Year Ended June 30, 1946

		Total Receipts Fiscal Year	Receipts Preceding Year
I.	Special Corporation Taxes	$ 365,139.54	$ 180,551.73
II.	Excise Taxes	.06	.32
III.	Licenses—Other than Alcohol	1,237,611.79	960,606.11
IV.	Departmental Fees, Sales and Rentals		
	A. Examination Fees, State Boards	20,000.05	16,842.00
	B. Registration on Other Fees, State Boards	98,463.95	76,594.96
	C. Tuition Fees, State Colleges	459,563.86	377,686.48
	D. Board and Room State Colleges	671,807.58	513,719.74
	E. Other Fees, Sales and Rentals	1,913,195.63	1,715,861.27
V.	Subvention and Grants	32,599,099.52	9,372,776.61
VI.	Miscellaneous Revenue	508,250.59	394,450.72
	Total Revenue	$37,873,132.57	$13,609,089.94
	Inter-Fund Credits	4,241,032.43	4,419,484.73
	Non-Revenue Receipts (Less Transfers)	554,198.65	515,915.57
	GRAND TOTALS	$42,668,363.65	$18,544,490.24

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 15: DETAILED STATEMENT OF RECEIPTS—COMPARED WITH THE PRECEDING YEAR

Fiscal Year Ended June 30, 1946

		Total Receipts Year to Date	Receipts Preceding Year
I. Special Corporation Taxes			
1051.	Workmen's Compensation—Insurance Carriers	$ 96,586.66	$
1052.	Workmen's Compensation—Self Carriers	78,409.34	9,347.55
1053.	Fire Prevention and Rates—½ on Premiums	101,908.16	90,473.43
1054.	Unemployment Compensation—Adm.	88,235.38	80,730.75
	Totals	$365,139.54	$180,551.73
II. Excise Taxes			
1105.	Gross Receipts—County Portion (Prior Year)	$ .06	$ .32
III. Licenses—Other than Alcohol			
1201.	Operators' Licenses (Portion for Admr.)	$ 32,674.93	$ 27,630.32
1203.	Truck Licenses (½ for Counties)	812,911.68	694,802.55
1204.	Insurance Agents License (25%)	20,605.50	17,514.00
1205.	Certification of Compliance Ins. (25%)	2,081.50	1,571.75
1211.	Hunting and Fishing Licenses	365,103.89	214,604.28
1212.	Dog Licenses	4,234.29	4,483.21
1251..	Case Sales Distilled Spirits		
	Totals	$1,237,611.79	$960,606.11
IV. Departmental Fees, Sales and Rentals			
A. Examination Fees, State Boards			
1301.	State Board of Examiners	$ 1,037.55	$
1302.	Accountancy	2,625.00	1,125.00
1304.	Barber and Beauticians	9,536.00	6,502.00
1305.	Chiropractors	1,475.00	775.00
1306.	Dental	1,720.00	2,270.00
1307.	Embalmers		975.00
1308.	Pharmacy	350.00	125.00
1309.	Trained Nurses	2,660.00	3,430.00
1310.	Veterinary	110.00	159.00
1313.	Mine Foremen	486.50	1,481.00
	Totals	$20,000.05	$16,842.00
B. Registration and Other Fees, State Boards			
1321.	State Board of Examiners	$ 1,135.00	$
1322.	Accountancy	1,580.00	490.00
1323.	Architects	2,097.00	1,428.66
1324.	Barbers and Beauticians	26,975.05	22,800.00
1325.	Chiropractors	2,270.70	1,781.00
1326.	Dental	3,531.00	3,326.00
1327.	Embalmers	13,269.00	10,735.50
1328.	Pharmacy	6,994.00	8,508.00
1329.	Trained Nurses	14,410.00	12,636.00

STATEMENT NO. 15—Continued

		Total Receipts Year to Date	Receipts Preceding Year
1330.	Veterinary	$ 440.00	$ 366.00
1331.	Pharmacy—Prophylactic	11,080.00	3,000.00
1332.	Professional Engineers	6,524.20	6,693.80
1333.	Kentucky Real Estate Licenses	8,050.00	4,830.00
1334.	Certification of Librarians	108.00	
	Totals	$98,463.95	$76,594.96
C.	**Tuition Fees, State Colleges**		
1340.	Lincoln Institute	$ 14,823.00	$ 11,818.07
1341.	Kentucky State College for Negroes	10,319.38	11,899.19
1342.	West Kentucky Vocational Training School	709.00	587.25
1343.	University of Kentucky	251,417.25	199,111.93
1344.	Eastern State Teachers College	51,310.58	40,932.57
1345.	Morehead State Teachers College	31,997.12	36,735.03
1346.	Murray State Teachers College	35,897.64	24,359.12
1347.	Western State Teachers College	53,387.01	44,563.33
1348.	Morehead State Teachers College—Science	9,702.88	7,679.99
	Totals	$459,563.86	$377,686.48
D.	**Board and Room—State Colleges**		
1351.	Kentucky State College for Negroes	$ 62,397.76	$ 57,796.67
1352.	West Kentucky Vocational Training School	11,441.80	6,885.25
1353.	University of Kentucky	255,119.90	167,065.20
1354.	Eastern State Teachers College	25,551.61	17,781.76
1355.	Morehead State Teachers College	68,559.98	80,152.25
1356.	Murray State Teachers College	164,754.40	139,093.33
1357.	Western State Teachers Colleges	74,337.37	41,545.28
1359.	Mayo Vocational Training School	9,644.76	3,400.00
	Totals	$671,807.58	$513,719.74
E.	**Other Fees, Sales and Rentals**		
1361.	Division of State Parks	$ 140,142.31	$ 68,324.74
1362.	Game and Fish Commission—Misc. Receipts	18,130.31	6,578.83
1364.	Pennyrile State Park—Misc. Receipts		500.00
1365.	Division of Publicity	14,940.53	11,161.02
1366.	R. R. Policemen—Fees	155.00	90.00
1367.	Forestry—Federal—Misc. Receipts	29,028.53	10,987.96
1368.	Secy. of State—National Defense—Special Police Officers	28.00	61.00
1369.	State Auditor—County Share—Cost of Audits	11,940.68	12,787.57
1370.	Secy. of State—Process Agents—Filing Fees	7,500.00	7,500.00
1371.	Secy. of State—Foreign Corp. Filing Fees	7,500.00	7,500.00
1372.	Military Department—Non-Elective Peace Officers	645.00	830.00
1373.	Department of Health—Egg Candling Fees	11,456.91	10,940.00
1374.	Department of Health—Hotels and Restaurants	27,932.69	24,673.67
1375.	Dept. of Health—Laboratory Fees and Sales	5,438.47	6,632.50
1376.	Department of Health—Plumbing Fees	22,571.09	10,397.65
1377.	Department of Health—Vital Statistics	45,339.97	77,470.25
1378.	Department of Health—Fees and Sales	14,369.25	22,159.93
1379.	Dept. of Health—Medical Practice Set Fees	6,589.00	5.055.00
1380.	Department of Health—Optometrist Fees	2,035.00	1,925.00
1381.	Department of Health—Radiography Fees	30.00	50.00
1382.	Hazelwood Sanatorium Fees	54,177.41	61,917.37
1383.	Kentucky Crippled Children's Comm.—Misc. Fees	2,239.68	7,586.27
1385.	Department of Agriculture—Weighmen's Fees	1,541.70	1,607.51
1386.	Dept. of Agriculture—Tobacco Whse. Weighmen	4,425.00	4,250.00

STATEMENT NO. 15—Continued

		Total Receipts Year to Date	Receipts Preceding Year
1388.	State Fair—Operating Expenses	$ 186,575.33	$ 170,041.88
1391.	Eastern State Hospital—Misc. Receipts	36,155.44	38,221.96
1392.	Central State Hospital—Misc. Receipts	48,442.79	47,786.05
1393.	Western State Hospital—Misc. Receipts	28,274.98	24,752.39
1394.	Kentucky Training Home	4,914.31	7,931.66
1396.	Kentucky State Hospital	15,513.54	6,289.83
1398.	Houses of Reform—Misc. Receipts	44,297.21	42,363.75
1400.	Reformatory—Misc. Revenue	15,199.73	3,937.25
1402.	Penitentiary—Misc. Receipts	3,128.19	1,670.87
1403.	Kentucky Children's Home Society	7,552.09	2,822.26
1405.	Metal Stamping Plant—Sales	67,540.38	49,960.30
1411.	Ky. State Industrial College—Misc. Receipts	15,502.26	9,009.88
1413.	Workshop for Adult Blind—Sales and Misc. Receipts	57,407.07	50,656.94
1414.	Ky. School for Deaf—White—Misc. Receipts		2,294.44
1415.	Kentucky School for Deaf—Sale of Property	300.00	600.00
1421.	University of Kentucky—Misc. Receipts	49,560.56	41,612.70
1422.	University of Kentucky—Experiment Station	404,859.88	391,418.96
1431.	Eastern State Teachers College—Misc. Receipts	63,979.18	50,826.18
1432.	Morehead State Teachers College—Misc. Receipts	31,405.09	27,568.19
1433.	Murray State Teachers College—Misc. Receipts	130,137.04	187,349.39
1434.	Western State Teachers College	48,876.06	41,890.37
1441.	Library Extension Division	525.87	306.89
1442.	Kentucky Historical Society—Misc. Receipts	1,480.52	1,422.32
1444.	Division of Banking and Small Loan	20,500.00	4,578.11
1445.	Division of Banking—Examination Fees	31,353.75	26,554.62
1446.	Division of Banking—Small Loan Exam. Fees	850.00	
1447.	Division of Banking—Misc. Receipts	484.00	487.00
1448.	Division of Insurance—Other Misc. Receipts	472.74	197.75
1449.	Division of Insurance—Annual Statement Fees	3,947.50	3,131.50
1451.	Division of Insurance—Examination Fees	45,748.13	47,985.53
1452.	Louisville Office of State Treasurer—Fees	3,600.00	3,600.00
1460.	Fish and Game Commission—Sale of Fish Cars		3,050.00
1461.	Public Service Commission—Assessment	108,846.02	59,471.18
1470.	Unemployment Compensation Admr.	273.41	434.63
1476.	Division of Geology—Sale of Maps, etc.	2,559.11	2,207.72
1480.	Division of Geology—Private Donations	4,284.42	1,700.00
1485.	Mines and Minerals—Inspection Fees	592.50	742.50
	Totals	$1,913,195.63	$1,715,861.27
V.	**Subvention and Grants**		
1501.	Jefferson County Master Commissioner—Suspense	$ 1,374.89	$ 44.02
1510.	Federal Admission Tax—State Parks	5,946.75	3,555.87
1530.	Auditor of Public Accounts—Misc. Fees	357.00	310.00
1540.	Kentucky Aeronautical Commission	125.00	264.24
1601.	Forestry—Federal	47,435.01	48,330.51
1603.	Department of Health—Venereal Disease	337,893.00	350,293.92
1604.	Ky. Crippled Children's Commission—Federal	163,367.75	115,258.96
1605.	Dept. of Health—U.S.P.H. Service Extension	327,300.00	352,772.95
1606.	Department of Health—T. V. A.	6,597.94	6,558.98
1607.	Dept. of Health—Maternal and Child Health	238,601.00	806,895.00
1608.	Old Age Assistance—Federal	3,193,064.11	3,930,402.44
1609.	Department of Welfare—Child Welfare—Federal	31,421.71	53,273.71
1611.	Dept. of Education—General Education Board	5,550.00	6,410.44
1612.	Department of Education—Jeannes Fund	637.47	1,099.21
1615.	Dept. of Education—Geo. Dean Fund—Federal	338,453.09	353,179.37
1616.	Dept. of Education—Smith-Hughes Fund—Fed.	136.143.14	148,560.78

STATEMENT NO. 15—Continued

		Total Receipts Year to Date	Receipts Preceding Year
1617.	Vocational Education—Defense Workers	$ 7,500.00	$ 333,490.71
1618.	Vocational Rehabilitation—Federal	155,671.98	164,333.86
1619.	Vocational Rehabilitation—Private		185.00
1621.	Kentucky State College for Negroes—Bankhead-Jones—Federal	7,609.17	7,609.17
1622.	Ky. State College for Negroes—Morrill-Nelson	7,250.00	7,250.00
1624.	Kentucky State College for Negroes—Construction—Federal	7,510.00	
1625.	Vocational Education—Out of School Youth—Fed.	10,054.18	361,436.83
1626.	Vocational Education—N. Y. A. Education	71,920.00	
1627.	Vocational Educa.—National Defense Equipment	1,276.85	10,026.67
1628.	National Defense—Rental of Space—Federal		540.00
1631.	University of Ky.—Bankhead-Jones Fund—Fed.	44,867.87	44,867.87
1632.	University of Kentucky—Nelson Fund—Federal	42,750.00	42,750.00
1640.	Extended School Service—Federal	1,123,986.53	852,712.32
1642.	Murray State Teachers College—Federal Planning	8,000.00	
1644.	W. K. Kellogg Foundation	17,420.00	12,420.00
1645.	Enemy Alien Program—Federal	300.00	100.00
1646.	Civilian War Assistance Program—Federal	4,950.00	250.00
1655.	Federal Tuberculosis Fund	167,006.00	45,855.00
1656.	Emergency, Maternity and Infant Care	473,140.00	
1657.	Louisville and Jefferson County R. T. Center	37,822.00	
1658.	Kentucky V. D. R. T. Center	124,014.00	
1660.	Aid to Dependent Children—Federal	712,869.79	654,129.25
1662.	Aid to the Blind—Federal	131,525.42	130,640.22
1670.	Selective Service Medical Survey	24,718.75	21,286.50
1674.	V. D. Contribution Account—Federal		92,408.54
1676.	Vocational—Itinerant Teachers	900.78	2,786.35
1677.	Lincoln Institute Fund		750.00
1680.	Veterans' Unemployment Compensation—Benefits	24,342,063.00	386,071.00
1681.	Veterans' Unemployment Compensation—Adm.	239,062.00	17,040.92
1691.	Levi-Jackson State Park—James M. Feltner Memorial	643.34	6,626.00
	Totals	$32,599,099.52	$9,372,776.61
VI.	**Miscellaneous Revenue**		
1701.	Kentucky State Historical Society—Stephenson	$ 141.03	$ 144.21
1712.	Penalties on Back Taxes—Revenue Agents New Law 15%	38,895.22	19,426.36
1718.	Division of Parks—Land Sales		2,800.00
1750.	Murray State Teachers College Scholarship—Malaria Control		2,150.00
1800.	Unemployment Compensation—Adm.—State	440,110.34	364,159.15
1805.	Vocational Education—Adult Training—Private Grant	25,000.00	
1801.	Unemployment Compensation Merit System (U. C. Share)	4,104.00	5,771.00
	Totals	$508,250.59	$394,450.72

STATEMENT NO. 15—Continued

		Total Receipts Year to Date	Receipts Preceding Year
Non-Revenue Receipts			
1910.	National Forest Fund	$ 24,526.30	$ 20,458.44
1920.	Refunds—Credit to Preceding Year Disbursements (90-Day Period)	32,879.81	9,241.65
1921.	Refund of Prior Year Disbursements	4,438.99	5,807.17
1922.	Refund to Current Year Disbursements	240,188.93	202,247.11
1924.	Old Age Assistance—Refund to Prior Year	83.47	71.40
1925.	Social Security—Clearing	226.00	93.00
1926.	Clearing Account—Aid to Dependent Children	25.00	50.00
1930.	Petty Cash Repayments—Current Year	8,565.07	11,273.94
1931.	Petty Cash Repayments—Prior Year	9,001.64	8,952.05
1932.	Old Age Assistance—Transfers from Gen. Fund	3,188,000.00	3,486,233.00
1935.	Interest on Land Grant Bonds—Transfer from General Fund	9,900.00	60,000.00
1942.	Department of Bus. Regulation—Motor Transportation Transfers from Road Fund	60,000.00	9,900.00
1943.	Department of Revenue—Gasoline Tax—Transfers from Road Fund	39,800.00	39,800.00
1944.	Department of Revenue—Auto Department—Transfers from Road Fund	80,500.00	80,500.00
1945.	Education—Proceeds from Sale of Investments		13,000.00
1946.	Education—Revenue from Investments—Suspense		735.00
1947.	Kentucky Training Home—Sale of Investments		2,000.00
1948.	Kentucky Training Home Investments—Mallory Fund—Suspense		120.00
1950.	Division of Motor Transportation—Transfers	4,532.43	
1955.	Gasoline Tax Refund Expense Account—Transfers from Road Fund	50,000.00	
1970.	Non-Elective Peace Officers	231,278.56	241,840.31
1976.	State Parks—My Old Kentucky Home	177.45	
1981.	Prior Year Disbursements	15.00	25.50
1985.	Aid to the Blind—Transferred from General Fund	124,000.00	125,362.14
1990.	Aid to Dependent Children—Transfers from General	684,300.00	617,689.59
1999.	Adjustment Soc. Sec. Federal Exceptions	2,792.43	
	Totals	$4,795,231.08	$4,935,400.30
	Less Transfers	4,241,032.43	4,419,484.73
	Totals	$554,198.65	$515,915.57

STATEMENT NO. 16

REVOLVING, TRUST AND AGENCY FUNDS
SUMMARY STATEMENT OF ALLOTMENTS AND EXPENDITURES
For the Fiscal Year Ended June 30, 1946, Including Payments During the 90-Day Closing Period to September 30, 1946

	Allotment Balances Beginning of Year	Net Allotment Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
Board of Bar Examiners	$	$ 2,172.55	$ 2,172.55	$	$ 2,172.55
Secretary of State	852.72	15,155.00	16,007.72	14,986.29	1,021.43
Special Police Officers	256.39	28.00	284.39		284.39
Auditor of Public Accounts	919.45	11,378.23	12,297.68	12,054.60	243.08
Department of Revenue	22,717.23	210,239.88	232,957.11	173,035.96	59,921.15
Other Revenue Activities	801,730.57	851,806.96	1,653,537.53	767,985.20	885,552.33
Department of Conservation	218,346.54	621,548.12	839,894.66	653,969.37	185,925.29
Military Department and Aeronautics	2,830.47	770.00	3,600.47	1,857.69	1,742.78
Department of Agriculture	211,981.99	196,888.82	408,870.81	166,397.46	242,473.35
Department of Health	438,476.51	2,068,019.16	2,506,495.67	2,062,878.48	443,617.19
Hospitals and Mental Hygiene—Welfare	239,742.94	31,601.06	271,344.00	256,104.34	15,239.66
Division of Corrections—Welfare	178,259.18	192,973.81	371,232.99	182,385.92	188,847.07
Division of Child Welfare—Welfare	45,179.34	77,973.80	123,153.14	93,841.50	29,311.64
Division of Public Assistance	382,789.81	8,066,196.40	8,448,986.21	8,172,996.97	275,989.24
Department of Education	3,422.71	5,550.00	8,972.71	7,276.23	1,696.48
Vocational Education	168,839.64	1,835,115.71	2,003,955.35	1,941,831.09	62,124.26
Kentucky State College for Negroes	19,402.26	126,697.95	146,100.21	132,263.13	13,837.08
West Kentucky Vocational Training School	8,010.79	12,150.80	20,161.59	11,578.30	8,583.29
Schools for the Blind and Deaf	76,395.92	57,899.86	134,295.78	65,696.51	68,599.27
University of Kentucky	615,679.66	1,060,037.05	1,675,716.71	1,138,919.51	536,797.20
State Teachers College	524,338.99	797,898.96	1,322,237.95	933,271.03	388,966.92
Department of Library and Archives	1,522.99	2,155.42	3,678.41	2,250.24	1,428.17
Professional Boards	87,523.52	115,696.95	203,220.47	88,564.23	114,656.24

Department of Business Regulations	$ 125,226.91	$ 296,700.27	$ 421,927.18	$ 231,756.69	$ 190,170.51
Public Service Commission	160,415.69	108,846.02	269,261.71	53,860.65	215,401.06
Kentucky Real Estate Board	12,130.25		12,130.25		12,130.25
Department of Industrial Relations	372,894.24	25,288,929.06	25,661,823.30	25,118,713.39	543,109.91
Department of Mines and Minerals	5,941.57	7,922.53	13,864.10	6,756.89	7,107.21
Jefferson County Master Commissioner	30,962.88	1,374.89	32,337.77		32,337.77
Totals	$4,756,791.16	$42,063,727.26	$46,820,518.42	$42,291,231.65	$4,529,286.77

STATEMENT NO. 17

REVOLVING, TRUST AND AGENCY FUNDS
Detailed Statement of Allotments and Expenditures for the Fiscal Year Ended June 30, 1946, Including Payments During the 90-Day Closing Period to September 30, 1946

	Allotment Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
4000. Board of Bar Examiners	$	$2,172.55	$2,172.55	$	$2,172.55
Secretary of State					
4060. Railroad Policemen	$852.72	$ 155.00	$ 1,007.72	$	$1,007.72
4070. Secretary of State—Process Agents		7,500.00	7,500.00	7,500.00	
4080. Secretary of State—Corporations		7,500.00	7,500.00	7,486.29	13.71
Totals	$852.72	$15,155.00	$16,007.72	$14,986.29	$1,021.43
Special Police Officers					
4090. National Defense Officers Fees	$256.39	$28.00	$284.39	$	$284.39
Auditor of Public Accounts					
4120. Cost of County Audits	$853.45	$11,087.23	$11,940.68	$11,701.30	$239.38
4130. Auditor of Public Accounts	66.00	291.00	357.00	353.30	3.70
Totals	$919.45	$11,378.23	$12,297.68	$12,054.60	$243.08
Department of Revenue					
4200. Gasoline Tax	$	$ 38,900.00	$ 38,900.00	$ 38,427.90	$ 472.10
4205. Gasoline Tax Refund Expense Account		50,000.00	50,000.00	8,637.18	41,362.82
4210. Automobile Division		81,400.00	81,400.00	81,360.93	39.07

STATEMENT NO. 17—Continued

	Allotment Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
4218. Automobile Division	.....	7,264.95	7,264.95	5,599.89	1,665.06
4220. Operator's Licenses	22,717.23	32,674.93	55,392.16	39,010.06	16,382.10
Totals	$22,717.23	$210,239.88	$232,957.11	$173,035.96	$59,921.15
Other Revenue Activities					
4230. Distilled Spirits and Wine—Fair Trade Act	$ 19,877.18	$.....	$ 19,877.18	$ 475.00	$ 19,402.18
4250. Revenue Agents (Old Law)	1,202.39	.....	1,202.39	192.53	1,009.86
4260. Back Tax Section (New Law)	46,910.12	38,895.22	85,805.34	56,146.62	29,658.72
4270. Gross Receipts Tax—County Portion	770.59	.06	770.65	.....	770.65
4280. ½ Truck License—County Share	700,268.83	807,445.98	1,507,714.81	694,802.40	812,912.41
4281. County Share Truck License—Suspense	32,701.46	5,465.70	38,167.16	16,368.65	21,798.51
Totals	$801,730.57	$851,806.96	$1,653,537.53	$767,985.20	$885,552.33
Department of Conservation					
4300. Division of State Parks	$ 8,631.58	$137,642.31	$146,273.89	$135,005.31	$ 11,268.58
4301. Federal Admission Tax	194.04	5,946.75	6,140.79	6,498.79	(—) 358.00
4305. Pennyrile State Parks	64.40	.....	64.40	.....	64.40
4306. Levi Jackson State Park—Private Grant	5,040.00	2,500.00	7,540.00	.....	7,540.00
4307. Levi Jackson State Park—James M. Feltner Memorial	6,626.00	643.34	7,269.34	.....	7,269.34
4309. Division of State Parks—Land Sales	2,800.00	.....	2,800.00	.....	2,800.00
4310. Forestry	10,767.86	76,463.54	87,231.40	75,127.03	12,104.37
4340. Game and Fish Commission	102,214.29	383,234.20	485,448.49	425,633.90	59,814.59
4345. Game and Fish—Special Fund	23,737.08	.....	23,737.08	.....	23,737.08
4348. Game and Fish—Suspense Fund	50,000.00	.....	50,000.00	.....	50,000.00
4350. My Old Ky. Home—Investments Proceeds	33.65	177.45	211.10	.....	211.10
4360. My Old Ky. Home—Special	484.92	.....	484.92	.....	484.92
4380. Division of Publicity	7,752.72	14,940.53	22,693.25	11,704.34	10,988.91
Totals	$218,346.54	$621,548.12	$839,894.66	$653,969.37	$185,925.29

Military Department and Aeronautics					
4460. Industrial Peace Officers	$2,566.23	$645.00	$3,211.23	$1,604.39	$1,606.84
4480. Kentucky Aeronautics Commission	264.24	125.00	389.24	253.30	135.94
Totals	$2,830.47	$770.00	$3,600.47	$1,857.69	$1,742.78
Department of Agriculture					
4500. Dog Law Enforcement	$ 4,025.89	$ 4,234.29	$ 8,260.18	$ 6,835.51	$ 1,424.67
4510. Inspection—Stockyard Weighmen	744.06	1,541.70	2,285.76	1,707.59	578.17
4520. Inspection—Tobacco Warehouse Weighmen	631.07	4,425.00	5,056.07	4,813.40	242.67
4545. State Fair—Construction	2,146.55	----------	2,146.55	----	2,146.55
4546. State Fair—Continuing—Operation	204,434.42	186,687.83	391,122.25	153,040.96	238,081.29
Totals	$211,981.99	$196,888.82	$408,870.81	$166,397.46	$242,473.35
Department of Health					
4550. Department of Health—General	$106,827.17	$ 142,360.32	$ 249,187.49	$ 166,166.87	$ 83,020.62
4551. Department of Health—U.S.P.H. Service Title VI	.32	327,300.00	327,300.32	324,323.15	2,977.17
4552. Department of Health—Maternal and Child	297,164.31	(—)51,320.49	245,843.82	207,577.22	38,266.60
4553. Department of Health—Venereal Disease—Federal	353.83	337,893.00	338,246.83	335,022.85	3,223.98
4554. Federal V. C. Contribution (R. T. Hospital)	30,437.27	----------	30,437.27	30,437.27	----------
4555. Tuberculosis Fund	.02	167,006.00	167,006.02	155,741.76	11,264.26
4556. Department of Health—Maternity and Infant Care—Federal	----------	763,159.49	763,159.49	527,189.03	235,970.46
4557. Louisville and Jefferson County R. T. Center	----------	37,822.00	37,822.00	37,822.00	----------
4558. Kentucky V.D.R.T. Center	----------	124,014.00	124,014.00	123,486.90	527.10
4560. Hazelwood Sanatorium	966.28	54,177.41	55,143.69	13,175.14	41,968.55
4570. Kentucky Crippled Children's Commission	2,727.31	165,607.43	168,334.74	141,936.29	26,398.45
Totals	$438,476.51	$2,068,019.16	$2,506,495.67	$2,062,878.48	$443,617.19
Hospitals and Mental Hygiene					
4600. Eastern State Hospital	$ 72,483.33	(—)$ 3,394.56	$ 69,088.77	$ 65,215.81	$ 3,872.96
4610. Central State Hospital	107,193.97	(—) 39,257.21	67,936.76	65,934.89	2,001.87
4620. Western State Hospital	48,280.91	22,474.98	70,755.89	65,045.33	5,710.56
4630. Feeble-Minded Institute	5,019.13	43,764.31	48,783.44	47,322.34	1,461.10
4635. Boyle-Mercer Farm	6,765.60	8,013.54	14,779.14	12,585.97	2,193.17
Totals	$239,742.94	$31,601.06	$271,344.00	$256,104.34	$15,239.66

STATEMENT N O. 17—Continued

	Allotment Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
Division of Corrections					
4640. Houses of Reform	$ 38,502.66	$ 8,397.21	$ 46,899.87	$ 32,939.65	$ 13,960.22
4650. Reformatory	8,091.88	152,274.73	160,366.61	73,417.49	86,949.12
4660. Penitentiary	17,496.54	112,861.49	130,358.03	76,678.06	53,679.97
4690. Metal Stamping Plant	114,168.10	(—) 80,559.62	33,608.48	(—) 649.28	34,257.76
Totals	$178,259.18	$192,973.81	$371,232.99	$182,385.92	$188,847.07
Division of Child Welfare					
4700. Federal Grants	$17,979.77	$31,421.71	$ 49,401.48	$39,440.92	$ 9,960.56
4720. Kentucky Children's Home Society	27,199.57	46,552.09	73,751.66	54,400.58	19,351.08
Totals	$45,179.34	$77,973.80	$123,153.14	$93,841.50	$29,311.64
Division of Public Assistance					
4730. Old Age Assistance Payments—Trust Account	$	$6,376,000.00	$6,376,000.00	$6,347,995.00	$ 28,005.00
4731. Old Age Assistance—Unmatched Federal Fund	308,119.59	(—)145,287.56	162,832.03		162,832.03
4732. Selective Service—Medical Survey		24,718.75	24,718.75	20,415.00	4,303.75
4760. Aid to Dependent Children (Trust Acct.)		1,368,600.00	1,368,600.00	1,348,177.00	20,423.00
4761. Aid to Dependent Children Unmatched Federal Funds	51,574.59	(—) 9,262.35	42,312.24		42,312.24
4762. Aid to Dependent Children Admr.		38,801.32	38,801.32	51,204.47	(—) 12,403.15
4765. Aid to the Blind (Trust Acct.)		248,000.00	248,000.00	245,264.00	2,736.00
4766. Aid to the Blind Unmatched Funds	7,522.24	(—) 90.92	7,431.32		7,431.32
4767. Aid to the Blind Adm.—Federal		7,731.53	7,731.53	9,625.24	(—) 1,893.71
4770. Old Age Assistance Administration—Federal	15,406.03	152,135.63	167,541.66	145,757.25	21,784.41
4776. Enemy Alien Program—Federal	100.00	(—) 100.00			
4777. Civilian War Assistance Program—Federal	67.36	4,950.00	5,017.36	4,559.01	458.35
Totals	$382,789.81	$8,066,196.40	$8,448,986.21	$8,172,996.97	$275,989.24

Department of Education					
4800. General Education Board	$3,422.71	$5,550.00	$8,972.71	$7,276.23	$1,696.48
Vocational Education					
4810. Jeannes Fund	$ 532.53	$ 637.47	$ 1,170.00	$ 889.40	$ 280.60
4825. W. K. Kellogg Foundation	5,136.88	17,420.00	22,556.88	19,981.80	2,575.08
4835. Public School Lunch Food	.....	1,123,920.00	1,123,920.00	1,123,397.03	522.97
4840. George-Dean Fund	56,274.14	338,453.09	394,727.23	367,233.43	27,493.80
4850. Smith-Hughes Fund	24,739.80	136,143.14	160,882.94	155,157.03	5,725.91
4860. Vocational Rehabilitation—Federal	33,090.66	155,676.89	188,767.55	161,500.45	27,267.10
4870. Vocational Rehabilitation—Private	1,041.98	.....	1,041.98	194.97	847.01
4890. Mayo Vocational School	1,567.18	9,644.76	11,211.94	6,785.94	4,426.00
4891. Vocational Education—Itinerant Teachers	886.06	900.78	1,786.84	749.52	1,037.32
4894. Vocational Education—Farm Training for Veterans	11,947.78	13,052.22	25,000.00	33,544.81	(—) 8,544.81
4895. Vocational Education—Defense Workers	10,633.06	(—) 5,401.12	5,231.94	5,231.94	.....
4896. Vocational Education—Rural War Production	17,186.43	3,571.22	20,757.65	20,300.12	457.53
4896A. Out of School Youth Defense	2,639.99	(—) 2,167.04	472.95	437.20	35.75
4897. Vocational Education—Special Grant	.....	46,128.00	46,128.00	46,128.00	.....
4898. National Defense Equipment	2,723.15	(—) 2,723.15	.....	.....	.....
4899. National Defense Rental	440.00	(—) 140.55	299.45	299.45	.....
Totals	$168,839.64	$1,835,115.71	$2,003,955.35	$1,941,831.09	$62,124.26
Kentucky State College for Negroes					
4900. Operation and Maintenance	$10,939.34	$ 82,408.49	$ 93,347.83	$ 87,654.16	$ 5,693.67
4901. Athletics	118.47	5,841.79	5,960.26	5,379.17	581.09
4905. Operation and Maintenance—Lincoln Institute	2,883.98	14,823.00	17,706.98	14,687.46	3,019.52
4910. Bankhead-Jones Fund	.....	7,609.17	7,609.17	7,609.17	.....
4920. Morrill-Nelson Fund	627.75	8,505.50	9,133.25	9,133.25	.....
4930. Smith-Hughes Fund	1,822.25	.....	1,822.25	293.92	1,528.33
4940. Federal Planning Fund	.....	7,510.00	7,510.00	4,506.00	3,004.00
4959. Private Grant	3,010.47	.....	3,101.47	3,000.00	10.47
Totals	$19,402.26	$126,697.95	$146,100.21	$132,263.13	$13,837.08
West Kentucky Vocational Training School					
4960. Operation and Maintenance	$8,010.79	$12,150.80	$20,161.59	$11,578.30	$8,553.29

STATEMENT NO. 17—Continued

	Allotment Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
School for the Blind and Deaf					
4970. School for the Deaf—White	$ 1,208.96	$	$ 1,208.96	$ 918.75	$ 290.21
4971. School for the Deaf—Sale of Property	175.00	300.00	475.00		475.00
4980. Workshop for Adult Blind	75,011.95	57,599.86	132,611.81	64,777.76	67,834.05
4990. Federal Blind Rehabilitation Fund	.01		.01		.01
Totals	$76,395.92	$57,899.86	$134,295.78	$65,696.51	$68,599.27
University of Kentucky					
5000. Division of Colleges	$218,188.59	$ 655,414.80	$ 873,603.39	$ 747,802.08	$125,801.31
5002. U. K. Bldg. Revenue Bond & Int. Redemption Fund		27,500.00	27,500.00	27,500.00	
5010. Experiment Station	170,702.02	280,859.88	451,561.90	264,984.82	186,577.08
5015. Experiment Station—Suspense Fund	56,831.05		56,831.05	2,370.24	54,460.81
5016. Experiment Station—Post War Adj. Exp.	60,000.00		60,000.00		60,000.00
5017. Experiment Station—Repairs and New Equipment	109,958.00		109,958.00		109,958.00
5020. Bankhead-Jones Fund		44,867.87	44,867.87	44,867.87	
5030. Morrill-Nelson Fund		51,394.50	51,394.50	51,394.50	
Totals	$615,679.66	$1,060,037.05	$1,675,716.71	$1,138,919.51	$536,797.20
State Teachers Colleges					
5050. Eastern State Teachers College	$133,842.71	$129,262.77	$ 263,105.48	$233,802.46	$ 29,303.02
5055. Eastern State Teachers College—Athletics	3,564.70	11,578.60	15,143.30	12,598.31	2,544.99
5060. Morehead State Teachers College	16,596.67	128,565.83	145,162.50	129,993.13	15,169.37
5061. Morehead State Teachers College—Science Rev. Bldg.	5,419.99	1,962.88	7,382.87		7,382.87
5062. Morehead State Teachers College—Int. & Bond Sinking Fund	120.00	7,740.00	7,860.00	7,860.00	
5065. Morehead State Teachers College—Athletics	4,453.63	3,396.36	7,849.99	3,927.66	3,922.33
5070. Murray State Teachers College	70,443.81	307,147.72	377,591.53	366,493.60	11,097.93
5075. Murray State Teachers College—Athletics	3,382.08	23,641.36	27,023.44	22,159.07	4,864.37

5078. Murray State Teachers College—Federal Planning	.....	8,000.00	8,000.00	.....	8,000.00
5080. Western State Teachers College	275,349.10	164,000.88	439,349.98	146,492.68	292,857.30
5085. Western State Teachers College—Athletics	11,166.30	12,602.56	23,768.86	9,944.12	13,824.74
Totals	$524,338.99	$797,898.96	$1,322,237.95	$933,271.03	$388,966.92
Department of Library and Archives					
5150. Library Extension Dvision	$ 184.55	$ 425.87	$ 610,42	$ 396.63	$ 213.79
5160. Ky. Historical Society	774.96	1,480.52	2,255.48	1,661.99	593.49
5170. Stephenson Fund	363.97	141.03	505.00	140.00	365.00
5180. Board of Certification	199.51	108.00	307.51	51.62	255.89
Totals	$1,522.99	$2,155.42	$3,678.41	$2,250.24	$1,428.17
Professional Boards					
5200. Supervision of Professional Regulations	$ 887.51	$.....	$ 887.51	$.....	$ 887.51
5210. State Board of Accountancy	1,030.50	4,205.00	5,235.50	1,994.87	3,240.63
5220. State Board of Architects	46.36	2,097.00	2,143.36	2,119.38	23.98
5230. State Board of Barbers and Beauticians	9,462.68	36,511.05	45,973.73	26,938.14	19,035.59
5240. State Board of Chiropractic Examiners	5,576.71	3,745.70	9,322.41	2,351.63	6,970.78
5250. State Board of Dental Examiners	5,857.57	5,251.00	11,108.57	3,613.37	7,495.20
5260. State Board of Embalmers	3,791.05	13,269.00	17,060.05	10,868.48	6,191.57
5270. State Board of Pharmacy	4,022.40	7,344.00	11,366.40	7,881.46	3,484.94
5271. Pharmacy—Prophylactic	3,973.28	11,080.00	15,053.28	9,282.89	5,770.39
5280. State Board of Trained Nurses	27,054.68	17,070.00	44,124.68	12,118.12	32,006.56
5290. State Board of Veterinary Examiners	246.62	550.00	796.62	505.58	291.04
5320. State Board of Professional Engineers	21,090.19	6,524.20	27,614.39	5,917.67	21,696.72
5330. Ky. Real Estate Commission	4,483.97	8,050.00	12,533.97	4,972.64	7,561.33
Totals	$87,523.52	$115,696.95	$203,220.47	$88,564.23	$114,656.24
Department of Business Regulations					
5300. Division of Motor Transportation	$.....	$ 64,532.43	$ 64,532.43	$ 63,933.05	$ 599.38
5301. Division of Motor Transportation—Cont'd Appropriation	.....	393.81	393.81	389.56	4.25
5305. Division of Insurance—Fire Prevention and Rates	.....	115,348.28	115,348.28	91,299.82	24,048.46
5306. Fire Prevention and Rates—Suspense	98,066.43	13,667.12	111,733.55	.....	111,733.55
5308. Fire Prevention and Rates	.....	222.75	222.75	200.00	22.75

STATEMENT NO. 17—Continued

	Allotment Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1946	Unexpended Balance Sept. 30, 1946
	(1)	(2)	(3)	(4)	(5)
5310. Insurance Examiners Expense	2.00	45,748.13	45,750.13	45,748.13	2.00
4100. Louisville Securities Office	303.71	3,600.00	3,903.71	3,430.00	473.71
5340. Division of Banking	26,854.77	53,187.75	80,042.52	26,756.11	53,286.41
Totals	$125,226.91	$296,700.27	$421,927.18	$231,756.67	$190,170.51
Public Service Commission					
5400. Salaries and Expenses	$160,415.69	$108,846.02	$269,261.71	$53,860.65	$215,401.06
Kentucky Real Estate Board					
5450. Public Property Fund	$ 3,380.25	$	$ 3,380.25	$	$ 3,380.25
5451. Sale of Welfare Property	8,750.00		8,750.00		8,750.00
Totals	$12,130.25	$	$12,130.25	$	$12,130.25
Department of Industrial Relations					
5500. Unemployment Compensation—Admr.	$ 3,558.70	$	$ 3,558.70	$	$ 3,558.70
5501. Unemployment Compensation—Suspense	238,446.33	88,235.38	326,681.71		326,681.71
5502. Unemployment Compensation—Administration—State	39,869.71	442,840.60	482,710.31	456,517.29	26,193.02
5511. Merit System Admr. (U.C. Share)	2,400.92	1,703.08	4,104.00	(—) 998.56	5,102.56
5520. Workmen's Compensation Board	88,578.58	174,996.00	263,574.58	82,000.66	181,573.92
5580. Veterans' Unemployment Compensation Benefits	40.00	24,342,092.00	24,342,132.00	24,342,132.00	
5581. Veterans' Unemployment Compensation Adm. Acct.		239,062.00	239,062.00	239,062.00	
Totals	$372,894.24	$25,288,929.06	$25,661,823.30	$25,118,713.39	$543,109.91
Department of Mines and Minerals					
5650. Division of Geology	$3,700.95	$2,559.11	$6,260.06	$ 411.71	$5,848.35
5660. Division of Geology—Private Donations		4,284.42	4,284.42	4,284.42	
5670. Coal Mining Division	2,240.62	1,079.00	3,319.62	2,060.76	1,258.86
Totals	$5,941.57	$7,922.53	$13,864.10	$6,756.89	$7,107.21

Jefferson County Master Commissioner					
5800. Master Commissioner	$30,962.88	$1,374.89	$32,337.77	$	$32,337.77
GRAND TOTALS	$4,756,791.16	$42,063,727.26	$46,820,518.42	$42,291,231.65	$4,529,286.77
Refund of Federal Allotments	$ 64,878.12	$	$ 64,878.12	$	$ 64,878.12
Net Grand Totals	$4,691,913.04	$42,063,727.26	$46,755,640.30	$42,291,231.65	$4,464,408.65
Not Otherwise Classified					
5940. National Forest Fund—Suspense	$	$ 24,526.30	$ 24,526.30	$ 24,526.30	$
5950. Payment on Prior Year Encumbrances				437,938.30	(—)437,938.30
5980. Non-Resident Income Tax—Suspense	3,988.80		3,988.80		3,988.80
5990. Refund of Receipts				29,786.49	(—) 29,786.49
5991. Refund of Federal Allotments Prior Year				64,878.12	(—) 64,878.12
6025. Social Security Clearing		226.00	226.00	226.00	
6026. Clearing Account—Aid to Dependent Children		25.00	25.00	25.00	
6040. Department of Education—Special Investments	53,731.25		53,731.25		53,731.25
6050. Department of Education—Revenue from Investments	9,854.25		9,854.25		9,854.25
6060. Feeble-Minded Institute—Mallory Investment	2,000.00		2,000.00		2,000.00
6070. Feeble-Minded Institute—Revenue from Investments	449.56		449.56		449.56
6080. Non-Elective Peace Officers		231,278.56	231,278.56	231,278.56	
Totals	$70,023.86	$256,055.86	$326,079.72	$788,658.77	(-)$462,579.05

STATEMENT NO. 18

REVOLVING, TRUST AND AGENCY FUNDS

Analysis of Net Expenditures for Fiscal Year 1945-46
Including Expenditures During the 90-Day Closing Period to September 30, 1946

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
	(1)	(2)	(3)	(4)
Secretary of State				
4070. Sec'y of State—Process Agents	$ 6,593.43	$ 906.57	$	$ 7,500.00
4080. Sec'y of State—Corporations	6,962.00	524.29		7,486.29
Totals	$ 13,555.43	$ 1,430.86	$	$ 14,986.29
Department of Treasury				
4100. Louisville Securities Office	$ 3,410.25	$ 19.75	$	$ 3,430.00
Auditor of Public Accounts				
4120. Cost of County Audits	$ 11,701.30	$	$	$ 11,701.30
4130. Auditor of Public Accounts	213.80	139.50		353.30
Totals	$ 11,915.10	$ 139.50	$	$ 12,054.60
Department of Revenue				
4200. Gasoline Tax	$ 38,427.90	$	$	$ 38,427.90
4205. Gasoline Tax Refund Expense Account	7,471.72	1,165.46		8,637.18
4210. Automobile Division	67,143.17	14,217.76		81,360.93
4218. Revenue—Automobile	5,599.89			5,599.89
4220. Operator's Licenses	38,904.82	105.24		39,010.06
Totals	$ 157,547.50	$ 15,488.46	$	$ 173,035.96

Other Revenue Activities					
4230. Distilled Spirits and Wine—Fair Trade Act	$ 475.00	$	$	$	475.00
4250. Reserve Agents (Old Law)	192.53				192.53
4260. Back Tax Section (New Law)	56,146.62				56,146.62
4280. ½ Truck License—County Share	694,802.40				694,802.40
4281. County Share Truck Licenses—Suspense	16,368.65	$	$		16,368.65
Totals	$ 767,985.20	$	$	$	767,985.20
Department of Conservation					
4300. Division of State Parks	$ 127,011.43	$ 8,020.93	$ 27.05	$	135,005.31
4301. Federal Admission Tax	6,498.79				6,498.79
4310. Forestry	72,913.85	2,318.44	105.26		75,127.03
4340. Game and Fish Commission	419,173.52	7,440.38	980.00		425,633.90
4380. Division of Publicity	7,481.98	4,847.35	624.99		11,704.34
Totals	$ 633,079.57	$ 22,627.10	$ 1,737.30	$	653,969.37
Military Department					
4460. Industrial Peace Officers	$ 1,198.23	$ 406.16	$	$	1,604.39
4480. Kentucky Aeronautical Commission	253.30				253.30
Totals	$ 1,451.53	$ 406.16	$	$	1,857.69
Department of Agriculture					
4500. Dog Law Enforcement	$ 1,769.28	$ 5,066.23	$	$	6,835.51
4510. Inspection Stockyard Weighmen	1,207.59	500.00			1,707.59
4520. Inspection Tobacco Warehouse Weighmen	3,317.45	1,495.95			4,813.40
4546. State Fair Continuing Operation	152,179.17	861.79			153,040.96
Totals	$ 158,473.49	$ 7,923.97	$	$	166,397.46
Department of Health					
4550. General	$ 57,379.89	$ 168,254.97	$ 59,467.99	$	166,166.87
4551. Department of Health—N.S.P.H. Service Title	265,083.30	59,239.85			324,323.15
4552. Maternal and Child—Federal	139,532.92	68,044.30			207,577.22
4553. Venereal Disease—Federal	240,047.52	94,975.33			335,022.85

STATEMENT NO. 18—Continued

		Disbursements Authorized	Inter-Account Transactions		Net Expenditures
			Charges	Credits	
		(1)	(2)	(3)	(4)
4554.	Venereal Disease—Contribution Accounts	$ 30,460.02	$	$ 22.75	$ 30,437.27
4555.	Tuberculosis Fund	132,892.19	22,849.57		155,741.76
4556.	Maternity and Infant Care	510,786.16	16,402.87		527,189.03
4557.	Louisville and Jefferson County—R. T. Center	37,822.00			37,822.00
4558.	Kentucky V. D. and R. T. Center	123,464.15	22.75		123,486.90
4560.	Hazelwood Sanatorium	13,175.14			13,175.14
4570.	Kentucky Crippled Children's Commission	141,936.29			141,936.29
	Totals	$ 1,692,579.58	$ 429,789.64	$ 59,490.74	$ 2,062,878.48
A.	**Division of Hospital and Mental Hygiene**				
4600.	Eastern State Hospital	$ 64,297.78	$ 10,933.45	$ 10,015.42	$ 65,215.81
4610.	Central State Hospital	64,758.15	11,222.22	10,045.48	65,934.89
4620.	Western State Hospital	64,922.77	2,392.34	2,269.78	65,045.33
4630.	Kentucky Training Home	38,994.68	9,757.97	1,430.31	47,322.34
4635.	Boyle-Mercer Farm	6,549.00	22,287.25	16,250.28	12,585.97
	Totals	$ 239,522.38	$ 56,593.23	$ 40,011.27	$ 256,104.34
B.	**Division of Corrections**				
4640.	Houses of Reform	$ 36,373.04	$ 15,943.10	$ 19,376.49	$ 32,939.65
4650.	Reformatory	97,204.39	15,957.00	39,743.90	73,417.49
4660.	Penitentiary	69,904.46	15,141.38	8,367.78	76,678.06
4690.	Metal Stamping Plant	44,436.61	3,661.13	48,747.02	(—) 649.28
	Totals	$ 247,918.50	$ 50,702.61	$ 116,235.19	$ 182,385.92
C.	**Division of Child Welfare**				
4700.	Federal Grants	$ 42,887.74	$	$ 3,446.82	$ 39,440.92

4720. Kentucky Children's Home Society	43,899.92	11,737.12	1,236.46	54,400.58
Totals	$ 86,787.66	$ 11,737.12	$ 4,683.28	$ 93,841.50
D. Division of Public Assistance				
4730. Old Age Assistance Payments—Trust Account	$ 6,347,995.00	$	$	$ 6,347,995.00
4732. Selective Service Medical Survey	20,415.00			20,415.00
4760. Aid to Dependent Children—Trust Account	1,348,177.00			1,348,177.00
4762. Aid to Dependent Children—Admr.	51,204.47			51,204.47
4765. Aid to the Blind—Trust Account	245,264.00			245,264.00
4767. Aid to the Blind—Admr.—Federal	9,625.24			9,625.24
4770. Old Age Assistance—Admr.—Federal	145,757.25			145,757.25
4777. Civilian War Assistance Program Federal	4,559.01			4,559.01
Totals	$ 8,172,996.97	$	$	$ 8,172,996.97
Department of Education				
4800. General Education Board	$ 5,216.63	$ 2,084.60	$ 25.00	$ 7,276.23
Vocational Education				
4810. Jeannes Fund	$ 889.40	$	$	$ 889.40
4825. West Ky. Kellogg Foundation	19,161.67	820.13		19,981.80
4835. Public School Lunch—Food	1,123,397.03			1,123,397.03
4840. George-Deen Fund	339,921.29	59,754.88	32,442.74	367,233.43
4850. Smith-Hughes Fund	125,391.01	34,249.38	4,483.36	155,157.03
4860. Rehabilitation—Federal	142,980.52	18,519.93		161,500.45
4880. Rehabilitation State and Federal	$ 194.97	$	$	$ 194.97
4890. Mayo Vocational School	10,171.06		3,385.12	6,785.94
4891. Itinerant Teachers	13,655.90	247.56	13,153.94	749.52
4894. Vocational Education—Private Fund	152.27	33,392.54		33,544.81
4895. War Training	5,220.08	11.86		5,231.94
4896. Rural War Production Training	19,565.70	734.42		20,300.12
4896A. Rural War Production Training	437.20			437.20
4897. Special Grant	45,270.52	857.48		46,128.00
4899. Supervision of Handicapped Children	299.45			299.45
Totals	$ 1,846,708.07	$ 148,588.18	$ 53,465.16	$ 1,941,831.09

STATEMENT NO. 18—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
	(1)	(2)	(3)	(4)
Kentucky State College for Negroes				
4900. Operation and Maintenance	$ 90,450.66	$ 508.35	$ 3,304.85	$ 87,654.16
4901. Athletics	5,378.73	.44		5,379.17
4905. Operation and Maintenance—Lincoln Institute	13,187.46	1,500.00		14,687.46
4910. Bankhead-Jones		7,609.17		7,609.17
4920. Morrill-Nelson Fund		9,133.25		9,133.25
4930. Smith-Hughes	1,785.68	1,009.77	2,501.53	293.92
4940. Federal Planning Fund	4,506.00			4,506.00
4958. Lincoln Institute Fund	1,500.00		1,500.00	
4959. State College for Negroes Private Grant	3,000.00			3,000.00
Totals	$ 119,808.53	$ 19,760.98	$ 7,306.38	$ 132,263.13
West Kentucky Vocational Training School				
4960. Operation and Maintenance	$ 12,038.30	$	$ 460.00	$ 11,578.30
School for the Blind and Deaf				
4970. Kentucky School for the Deaf—White	$ 918.75	$	$	$ 918.75
4980. Workshop for the Adult Blind	66,705.67		1,927.91	64,777.76
Totals	$ 67,624.42	$	$ 1,927.91	$ 65,696.51
University of Kentucky				
5000. Division of Colleges	$ 1,001,201.17	$ 124,786.61	$ 378,185.70	$ 747,802.08
5002. Building Revenue Bond and Redemption Fund	79,265.42		51,765.42	27,500.00
5010. Experiment Station	127,572.76	160,623.47	23,211.41	264,984.82
5015. Experiment Station—Suspense Fund	1,950.00	420.24		2,370.24
5020. Bankhead–Jones		44,867.87		44,867.87
5030. Morrill-Nelson		51,704.50	310.00	51,394.50
Totals	$ 1,209,989.35	$ 382,402.69	$ 453,472.53	$ 1,138,919.51

State Teachers College					
5050.	Eastern	$ 234,959.48	$ 2,900.80	$ 4,057.82	$ 233,802.46
5055.	Eastern—Athletics	12,023.31	825.00	250.00	12,598.31
5060.	Morehead	119,781.69	14,189.21	3,977.77	129,993.13
5062.	Morehead—Inst. and Bond Sinking Fund	7,860.00	.....	.....	7,860.00
5065.	Morehead—Athletics	3,927.66	150.00	150.00	3,927.66
5070.	Murray	357,584.88	30,980.08	22,071.36	366,493.60
5075.	Murray—Athletics	22,352.47	1,106.60	1,300.00	22,159.07
5080.	Western	148,964.43	563.87	3,035.62	146,492.68
5085.	Western—Athletics	9,869.12	325.00	250.00	9,944.12
	Totals	$ 917,323.04	$ 51,040.56	$ 35,092.57	$ 933,271.03
Department of Library and Archives					
5150.	Library Extension Division	$ 396.63	$	$	$ 396.63
5160.	Ky. Historical Society	1,503.67	158.32	.....	1,661.99
5170.	Ky. Historical Society—Stephenson Fund	140.00	.....	.....	140.00
5180.	Board of Certification of Librarians	50.84	.78	.....	51.62
	Totals	$ 2,091.14	$ 159.10	$	$ 2,250.24
Department of Business Regulations					
5210.	Board of Accountancy	$ 1,818.18	$ 176.69	$	$ 1,994.87
5220.	State Board of Examiners and Registration	1,865.59	253.79	.....	2,119.38
5230.	Board of Barbers and Beauticians	25,817.84	1,120.30	.....	26,938.14
5240.	Board of Chiropractic Examiners	2,246.90	104.73	.....	2,351.63
5250.	Board of Dental Examiners	3,454.70	158.67	.....	3,613.37
5260.	Board of Embalmers	10,506.02	362.46	.....	10,868.48
5270.	Board of Pharmacy	7,773.52	107.94	.....	7,881.46
5271.	Board of Prophylactic	9,259.35	23.54	.....	9,282.89
5280.	Board of Examiners of Trained Nurses	11,386.74	731.38	.....	12,118.12
5290.	Board of Veterinary Examiners	466.09	39.49	.....	505.58
5300.	Division of Motor Transportation	62,741.56	1,202.29	10.80	63,933.05
5301.	Division of Motor Transportation—Con't Appro.	389.56	.....	.....	389.56
5305.	Division of Insurance—Prevention and Rates	89,541.37	1,758.45	.....	91,299.82
5308.	Fire Prevention and Rates	200.00	.....	.....	200.00
5310.	Insurance Examiners Expense	45,748.13	.....	.....	45,748.13

STATEMENT NO. 18—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
	(1)	(2)	(3)	(4)
5320. State Board of Professional Engineers	$ 5,771.58	$ 146.09	$	$ 5,917.67
5330. Kentucky Real Estate Commission	4,644.58	328.06		4,972.64
5340. Division of Banking	26,010.71	745.40		26,756.11
Totals	$ 309,642.42	$ 7,259.28	$ 10.80	$ 316,890.90
Public Service Commission				
5400. Salaries and Expenses	$ 53,288.23	$ 572.42	$	$ 53,860.65
Department of Industrial Relations				
5502. Unemployment Compensation—Admr.	$ 692,369.25	$ 3,455.48	$ 239,307.44	$ 456,517.29
5511. Merit System—Admr.—U.C.C. Share	13,196.86	886.34	15,081.76	(—) 998.56
5520. Workmen's Compensation Board	78,514.04	4,073.09	586.47	82,000.66
5580. Veterans Unemployment Compensation—Benefits	24,342,132.00			24,342,132.00
5581. Veterans Unemployment Compensation—Admr.		239,062.00		239,062.00
Totals	$25,126,212.15	$ 247,476.91	$ 254,975.67	$25,118,713.39
Department of Mines and Minerals				
5650. Division of Geology	$ 357.85	$ 143.91	$ 90.05	$ 411.71
5660. Division of Geology—Private Donations	4,284.42			4,284.42
5670. Coal Mining Division	2,060.76			2,060.76
Totals	$ 6,703.03	$ 143.91	$ 90.05	$ 6,756.89
GRAND TOTALS	$41,863,868.47	$ 1,456,347.03	$ 1,028,983.85	$42,291,231.65

STATE ROAD FUND

STATEMENT NO. 19: COMPARATIVE BALANCE SHEET
As of March 31, 1946 and March 31, 1945

Assets	**March 31, 1946**	**March 31, 1945**
Cash in Bank	$16,464,799.50	$14,054,258.99
Less: Encumbrances and Agreements Outstanding	8,764,499.19	5,756,992.47
Net Unencumbered Cash	$ 7,700,300.31	$ 8,297,266.52
Toll Bridge Petty Cash	$ 110.00	$ 715.00
Petty Cash Fund	2,000.00	2,000.00
Federal Aid Receivable	2,560,816.42	1,811,117.95
Totals	$10,263,226.73	$10,111,099.47
Liabilities, Reserves and Surplus		
Contractors' Deposits	$ 1,796.33	$ 1,796.33
Reserve for Federal Aid Receivable	2,560,816.42	1,811,117.95
Surplus	7,700,613.98	8,298,185.19
Totals	$10,263,226.73	$10,111,099.47

STATE ROAD FUND

STATEMENT NO. 20: ANALYSIS OF CHANGE IN SURPLUS
Fiscal Years Ended March 31, 1946 and March 31, 1945

	Year Ended March 31, 1946	Year Ended March 31, 1945
Surplus*—Beginning of Year	$ 8,298,185.19	$ 5,612,828.86
Additions		
Rural Highway Agreements Forwarded	$ 547,958.88	$ 392,870.93
Prior Year Encumbrances Forwarded	2,395,860.07	2,661,520.45
Prior Year Encumbrances Canceled	1,272,607.97	1,066,282.62
Revenue Receipts	19,945,126.69	17,192,517.66
Refunds of Prior Year Disbursements	10,872.96	5,231.64
Lapses of Transfers to Other Funds	10,026.32	34,811.46
Total Additions	$24,182,452.89	$21,353,234.76
Deductions		
Disbursements Authorized	$15,965,164.50	$12,895,722.67
Encumbrance Charges Outstanding	8,109,235.35	5,209,033.59
Rural Highway Agreements	655,263.84	547,958.88
Surplus Adjustments	50,360.41	15,163.29
Total Deductions	$24,780,024.10	$18,667,878.43
Net Increase	$	$ 2,685,356.33
Net Decrease	$ 597,571.21	$
Surplus—Close of Year	$ 7,700,613.98	$ 8,298,185.19

STATE ROAD FUND

STATEMENT NO. 21: ANALYSIS OF CHANGE IN SURPLUS
Showing Budgetary Operations
Fiscal Year Ended March 31, 1946

Surplus*—Beginning of Year		$ 8,298,185.19
Add:		
Rural Highway Agreements Forwarded	$ 547,958.88	.....
Prior Year Encumbrances Forwarded ..	2,395,860.07	
Prior Year Encumbrances Canceled	1,272,607.97	
Refunds of Prior Year Disbursements....	10,872.96	
Lapses of Transfers to Other Funds	10,026.32	
Total Adjustments		$ 4,237,326.20
Excess of Allotments over Charges:		
Allotments	$28,815,394.41	
Charges	24,074,399.85	
Net Excess		$ 4,740,994.56
Excess of Revenue over Estimated Revenue:		
Revenue	$19,945,126.69	
Estimated Revenue	16,253,775.19	
Net Excess		$ 3,691,351.50
Total		$20,967,857.45
Deduct:		
Excess of Allotments over Estimated Revenue:		
Allotments	$28,815,394.41	
Estimated Revenue	16,253,775.19	
Net Excess	$12,561,619.22	
Rural Highway Agreements Outstanding	655,263.84	
Surplus Adjustments	50,360.41	
Total Deductions		$13,267,243.47
Surplus*—Close of Year		$ 7,700,613.98

* Excluding Federal Aid Receivable.

STATE ROAD FUND

STATEMENT NO. 22: SOURCE AND APPLICATION OF FUNDS
Fiscal Year Ended March 31, 1946

Free Cash Balance—Beginning of Year....		$ 8,297,266.52
Add—Encumbrances Canceled (Closing Period)		1,272,607.97
Adjusted Free Cash Balance (June 30, 1945)		$ 9,569,874.49
Encumbered Cash Forwarded		4,484,384.50
Total Cash Forwarded		$14,054,258.99
Add		
Revenue Receipts	$19,945,126.69	
Refunds of Prior Year Disbursements ..	10,872.96	
Lapses of Transfers to Other Funds	10,026.32	
Decrease in Toll Bridge Change Fund ..	605.00	
Sale of Equipment	614.59	
Total Additions		$19,967,245.56
Total Cash to be Accounted for		$34,021,504.55
Deduct:		
Net Disbursements to March 31, 1946....	$15,965,164.50	
Payments on Prior Year Disbursements $1,541,436.75		
Less Adjustments (J. V. 106) 871.20	1,540,565.55	
Refunds of Prior Year Receipts	975.00	
Gasoline Tax Refund Expense Account	50,000.00	
Total Deductions		17,556,705.05
Cash Balance		16,464,799.50
Deduct—Encumbrance Obligations		
Prior Year Encumbrances	$ 8,109,235.35	
Rural Highway Agreements	655,263.84	
Total Encumbrances		$ 8,764,499.19
Free Cash Balance—March 31, 1946		$ 7,700,300.31

STATE ROAD FUND

STATEMENT NO. 23: SUMMARY OF RECEIPTS

COMPARED WITH THE BUDGET ESTIMATE AND WITH PRECEDING YEAR RECEIPTS

Fiscal Year Ended March 31, 1946

	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimate or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I. Excise Taxes	$15,908,809.86	$ 3,596,654.99	$ 3,080,493.37
II. Licenses and Permits	2,776,474.09	48,339.26	38,301.20
III. Departmental Fees, Sales and Rentals	71,040.00	46,357.25	38,715.02
IV. Subvention and Grants	1,083,423.48	.....	397,812.45*
V. Miscellaneous Revenue	105,379.26	.....	7,088.11*
Total Revenue	$19,945,126.69	$ 3,691,351.50	$ 2,752,609.03
Non-Revenue	94,103.10		55,577.83*
GRAND TOTALS	$20,039,229.79		$ 2,697,031.20

STATE ROAD FUND

STATEMENT NO. 24: DETAILED STATEMENT OF RECEIPTS COMPARED WITH THE BUDGET ESTIMATE AND WITH PRECEDING YEAR RECEIPTS

Fiscal Year Ended March 31, 1946

	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimate or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I. Excise Taxes			
2101. Gasoline Tax	$15,047,406.04	$ 3,547,406.04	$ 2,772,294.10
2102. Tax on Other	47,507.86	15,507.86	12,734.93
2103. Bus Mileage Tax	274,133.67	866.33*	9,196.53
2104. Truck Mileage Tax	234,607.42	34,607.42	18,887.06*
2105. Motor Vehicle Usage Tax	305,154.87	.....	305,154.87
Totals	$15,908,809.86	$ 3,596,654.99	$ 3,080,493.37
II. Licenses and Permits			
2211. Passenger Car Licenses	$ 1,416,908.88	$ 83,091.12*	$ 103,169.35*
2212. Truck Licenses (½)	656,724.98	6,724.98	28,551.15*
2213. Motorcycle Licenses	3,800.51	950.51	689.62
2214. Dealer's Motor Licenses	38,452.50	18,452.50	17,401.64
2215. Transfer to Motor Licenses	175,479.10	45,479.10	28,724.10
2216. Special Motor Licenses	2,174.77	1,174.77	573.77
2217. In-Transit Motor Licenses	500.84	100.84	187.99
2218. Penalties on County Clerks—(Motor Vehicle)	58.99	941.01*	700.85*
2219. Penalties on Circuit Clerks—Operators' License	33.73	.....	33.73
2221. Bus Licenses (Except City)	268,695.46	43,695.46	39,977.30
2222. City Bus Licenses	44,322.73	4,322.73	4,809.11
2223. Common Carrier Certificates	8,020.00	220.00	432.06*
2224. Taxi Licenses	12,962.75	4,962.75	4,555.00
2225. Truck Permits	51,815.00	11,815.00	8,230.00
2226. Bus Drivers' Certificates	24,472.75	5,527.25*	6,078.75*
2227. Contract Taxicab Permit	11,600.00	.....	11,600.00
2260. Operators' Licenses—Motor Vehicles	60,451.10	.....	60,451.10
Totals	$ 2,776,474.09	$ 48,339.26	$ 38,301.20

III. Departmental Fees, Sales and Rentals			
2302. Pickup Service Fees	$ 12.65	$	$ .11
2303. Fees—Truck Permits	21,796.79	6,796.79	640.32
2304. Contractors Pre-Qualification Fees	3,140.00	740.00	430.00
2311. Sales of Specifications and Blue Print	4,600.65	2,600.65	1,951.90
2314. Sale of Junk	41,296.53	36,296.53	37,170.73
2315. Sale not Otherwise Classified	80.10		896.40*
2323. Rental of Buildings	90.00		202.00*
2324. Rentals not Otherwise Classified	23.28	76.72*	379.64*
Totals	$ 71,040.00	$ 46,357.25	$ 38,715.02
IV. Subvention and Grants			
2602. Federal Road Aid	$ 1,077,123.48	$	$ 391,912.45*
2612. Municipal Aid			6,000.00*
2623. Rural Highway County Aid	6,300.00		100.00
Totals	$ 1,083,423.48	$	$ 397,812.45*
V. Miscellaneous Revenue			
2711. Forfeits—Road Contractors	$	$	$ 1,900.00*
2712. Assessments for Damage to Department Property	13,588.17		19,304.80*
2713. Federal Reimbursements for Damage	91,791.09		14,116.69
Totals	$ 105,379.26	$	$ 7,088.11*
Non-Revenue Receipts			
2820. Refund of Preceding Year Disbursements	$ 21,830.08	$	$ 1,666.87*
2821. Refund of Prior Year Disbursements	10,872.96		5,641.32
2822. Refund of Current Year Disbursements	50,154.15		35,986.73*
2823. Repayments of Toll Bridge Charge Advances	605.00		605.00
2855. Lapse of Previous Year's Appropriation and Allotments Transferred to Other Funds	10,026.32		24,785.14*
2876. Sale of Old Equipment	614.59		614.59
Totals	$ 94,103.10	$	$ 55,577.83*

COMMONWEALTH OF KENTUCKY

STATEMENT NO. 25: STATE ROAD FUND

STATEMENT OF CHARGES AND ALLOTMENTS FOR FISCAL YEAR APRIL 1, 1945 TO MARCH 31, 1946

		Encumbrances Outstanding	Non-cash Charges	Non-cash Credits	Disbursements Authorized	Net Expenditures	Total Allotments	Available Balance
7000.	Engineering	$ 139,889.43	$ 133,779.78	$ 22,047.40	$ 360,530.21	$ 472,262.59	$ 652,081.03	$ 39,929.01
7001.	Highway Planning Survey	10,972.63	3,489.31	1,483.67	60,935.67	62,941.31	81,258.90	7,344.96
7010.	Construction	3,566,547.78	3,949.32	56,930.81	5,889,449.14	5,836,467.65	11,617,715.66	2,214,700.23
7020.	Location	44,418.54	19,764.98	5,525.61	167,316.08	181,555.45	234,000.00	8,026.01
7030.	Equipment	285,770.01	151,301.10	1,649,228.48	1,596,517.09	98,589.71	366,442.67	(—) 17,917.05
7033.	New Equipment	1,185,444.91	9,732.35	.....	472,496.00	482,228.35	2,100,330.20	432,656.94
7034.	Lots and Buildings	54,819.34	6,989.69	124.00	122,444.31	129,310.00	317,390.15	133,260.81
7040.	Maintenance	1,607,333.30	3,221,349.08	56,504.76	1,991,472.94	5,156,317.26	7,178,566.79	414,866.23
7050.	Reconstruction	230,854.31	103,969.49	4,031.09	232,705.44	332,643.84	894,142.35	330,644.20
7060.	Administration	55,061.19	164,737.27	25,349.50	402,517.41	541,905.18	600,000.00	3,033.63
7070.	Toll Bridges	14,472.57	2,331.55	192.50	53,282.42	55,421.47	130,000.00	60,105.96
7080.	Highway Patrol	53,700.44	108,814.78	33,230.31	370,485.25	446,069.72	500,000.00	229.84
7080A.	Highway Patrol Con't. Appro.	17,205.00	.....	.....	.....	.....	17,205.00	.....
7100.	Workmen's Compensation	43,183.03	8.40	.....	54,978.34	54,986.74	145,564.02	47,394.25
7193.	Rural Highways	478,417.49	882,419.51	13,626.58	797,923.38	1,666,716.31	2,800,397.64	655,263.84
7200.	Payroll Clearing	321,095.38	222.62	3,007,455.60	3,274,681.90	267,448.92	1,000,000.00	411,455.70
7210.	Motor Transportation—Gasoline and Auto License Tax Collections	.....	.....	.....	180,300.00	180,300.00	180,300.00	.....
	Totals	$8,109,235.35	$4,812,859.23	$4,875,730.31	$16,028,035.58	$15,965,164.50	$28,815,394.41	$4,740,994.56

Disbursements not Chargeable Against Allotments

7300.	Truck License Refunds	$ .....
7320.	Refund of Receipts (Other than Truck and Auto Licenses)	51,060.68
7321.	Refund of Prior Year Receipts	975.00
7362.	Payments on Account of Prior Year Encumbrances	1,541,436.75
	Total	$1,593,472.43

COMMONWEALTH OF KENTUCKY

STATEMENT NO. 26: STATE ROAD FUND

STATEMENT OF CHARGES AND ALLOTMENTS FOR THE FISCAL YEAR 1945-1946 AS OF JUNE 30, 1946

	Encumbrances Outstanding	Non-cash Charges	Non-cash Credits	Disbursements Authorized	Net Expenditures	Total Allotments	Available Balance
7000. Engineering	$	$ 153,958.71	$ 24,742.69	$ 381,526.98	$ 510,743.00	$ 652,081.03	$ 141,338.03
7001. Highway Planning Survey		5,497.61	2,089.41	62,725.39	66,133.59	75,258.90	9,125.31
7010. Construction		4,230.83	56,930.81	5,945,742.86	5,893,042.88	9,764,309.07	3,871,266.19
7020. Location		36,388.21	6,527.64	183,903.38	213,763.95	239,883.00	26,119.05
7030. Equipment		171,259.94	2,000,810.73	1,695,754.77	(—)133,796.02	366,442.67	500,238.69
7033. New Equipment		14,383.87	609.26	963,525.38	977,299.99	2,100,330.20	1,123,030.21
7034. Lots and Buildings		8,690.77	124.65	126,169.34	134,735.46	275,280.64	140,545.18
7040. Maintenance		3,780,330.21	79,101.70	2,700,171.63	6,401,400.14	7,045,133.84	643,733.70
7050. Reconstruction		139,601.23	8,580.28	341,546.05	472,567.00	878,961.16	406,394.16
7060. Administration		187,288.79	28,086.94	419,901.31	579,103.16	600,000.00	20,896.84
7070. Toll Bridges		2,473.20	197.00	56,188.96	58,465.16	130,000.00	71,534.84
7080. Highway Patrol		137,261.32	35,753.39	395,764.64	497,272.57	497,714.43	441.86
7080A. Highway Patrol Cont'd. Appro.				17,205.00	17,205.00	17,205.00	
7100. Workmen's Compensation		8.40		54,908.84	54,917.24	145,564.02	90,646.78
7193. Rural Highways		995,400.62	14,085.88	1,023,305.51	2,004,620.25	2,004,620.25	
7200. Payroll Clearing		230.68	3,421,406.20	3,421,175.52		1,000,000.00	1,000,000.00
7210. Motor Transporation—Gasoline and Auto License Tax Collections				180,300.00	180,300.00	180,300.00	
Totals	$	$5,637,004.39	$5,679,046.58	$17,969,815.56	$17,927,773.37	$25,973,084.21	$8,045,310.84

Disbursements not Chargeable Against Allotments	
7300. Truck License Refunds	$ 33.58
7320. Refund of Receipts (Other than Truck and Auto Licenses)	51,060.68
7321. Refund of Prior Year Receipts	975.00
7362. Payments on Accounts of Prior Year Encumbrances	1,541,436.75
Total	$1,593,506.01

BRIDGE BOND SINKING FUND
STATEMENT NO. 27: COMPARATIVE BALANCE SHEET
As of June 30, 1946 and June 30, 1945

	June 30, 1946	June 30, 1945
Assets		
Cash in Bank	$ 58,977.34	$ 434,550.67
Surplus		
Available Surplus	$ 58,977.34	$ 434,550.67

BRIDGE BOND SINKING FUND
STATEMENT NO. 28: OPERATIONS AND CHANGE IN SURPLUS
Fiscal Year Ended June 30, 1946

Project No.	Beginning Balance	Receipts	Disbursements	Closing Balance
1. Burnside, Boonesboro, Spottsville, Canton, Eggner's Ferry, Paducah, Smithland	$366,436.99	$104,796.65	$453,937.50	$17,296.14
2. Maysville	13,706.26	64,175.60	75,468.75	2,413.11
9. Paducah-Brookport	150.00	.....	.....	150.00
10. Newport-Cincinnati	2,527.68	.....	.....	2,527.68
11. Calhoun-Rumsey	523.49	.....	.....	523.49
12. Covington-Cincinnati	4,047.62	(–) .60	.....	4,047.02
13. Milton-Madison	10,920.75	133,596.70	126,937.50	17,579.95
14. Catlettsburg-Kenova	50.00	975.00	.....	1,025.00
15. Rockport	15,583.78	57,717.72	66,185.00	7,116.50
16. Livermore	20,604.10	52,789.35	67,095.00	6,298.45
Totals	$434,550.67	$414,050.42	$789,623.75	$58,977.34

BRIDGE BOND SINKING FUND

STATEMENT NO. 29: BONDS OUTSTANDING

As of June 30, 1946

Project No.	Total Issue	Retired or Called for Payment	Balance Outstanding
1. Burnside, Boonesboro, etc.	$ 3,125,000.00	$ 3,125,000.00	$
2. Maysville	720,000.00	720,000.00	
13. Milton-Madison	730,000.00	508,000.00	222,000.00
15. Rockport	353,000.00	162,000.00	191,000.00
16. Livermore	235,000.00	205,000.00	30,000.00
Total	$ 5,163,000.00	$ 4,720,000.00	$ 443,000.00

COUNTY ROAD TRUST FUND

STATEMENT NO. 30: COMPARATIVE BALANCE SHEET
As of June 30, 1946 and June 30, 1945

	June 30, 1946	June 30, 1945
Assets		
Cash in Bank	$ 109,354.65	$ 72,559.63
Surplus		
Available Funds Held in Trust	$ 109,354.65	$ 72,559.63

STATEMENT NO. 31: CHANGES IN AVAILABLE FUNDS
Fiscal Years Ended June 30, 1946 and June 30, 1945

	June 30, 1946	June 30, 1945
Available Funds—Beginning of Year	$ 72,559.63	$ 71,106.01
Add:		
Receipts	36,795.02	1,453.62
Total Available	$ 109,354.65	$ 72,559.63
Deduct:		
Disbursements	.....	.....
Available Funds at Close of Year	$ 109,354.65	$ 72,559.63

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SPECIAL DEPOSIT TRUST FUND

STATEMENT NO. 32: COMPARATIVE BALANCE SHEET
As of June 30, 1946 and June 30, 1945

Assets	June 30,1946	June 30, 1945
Cash in Bank	$ 70,089.81	$ 52,986.56
Surplus		
Available Funds	$ 70,089.81	$ 52,986.56

SPECIAL DEPOSIT TRUST FUND

STATEMENT NO. 33: CHANGES IN AVAILABLE FUNDS
Fiscal Year Ended June 30, 1946

	Beginning Balance	Receipts	Disbursements	Ending Balance
7900. Contractors Deposit	$26,791.24	$670,721.61	$659,823.67	$37,689.18
7910. Surety Tax Deposits	10,092.75	6,700.00	3,200.00	13,592.75
7920. Motor Transportation—Pending Tax Determination	7,537.30	3,820.47	2,760.66	8,597.11
7930. Delinquent Taxes in Suspense	5,729.68	720.61		6,450.29
7950. Commission on Fines and Forfeitures—Suspense	2,835.59	924.89		3,760.48
Totals	$52,986.56	$682,887.58	$665,784.33	$70,089.81

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STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 34: COMPARATIVE BALANCE SHEET

As of June 30, 1946 and June 30, 1945

Assets and Charges	**June 30, 1946**	**June 30, 1945**
Cash in Bank	$ 50,088.37	$ 164,604.09
Investments (Sch. "A")	987,000.00	904,000.00
Unamortized Premiums	934.36	1,353.26
Encumbrance Charges (On Loss Claims)	405.93	242.00
Claims for Losses	17,191.96	72,751.81
Totals	$ 1,055,620.62	$ 1,142,951.16
Liabilities, Reserves and Surplus		
Advance from General Fund	$	$ 100,000.00
Reserve for Outstanding Encumbrances (L. C.)	405.93	242.00
Reserve for Prior Year Encumbrances (Adm'r. Exp.)	4,595.28	75.00
Reserve for Loss Claims	17,191.96	72,751.81
Surplus	1,033,427.45	969,882.35
Totals	$ 1,055,620.62	$ 1,142,951.16

SCHEDULE "A"—AVAILABLE FUNDS

Surplus	$ 1,033,427.45	$ 969,882.35
Add—Advance from General Fund		100,000.00
Total Available Funds	$ 1,033,427.45	$ 1,069,882.35

STATE FIRE AND TORNADO INSURANCE FUND

SCHEDULE "B"—INVESTMENTS

	Interest Rate	Amount
Covington School Building	3½%	$ 10,000.00
Calloway County School Corporation	3¼%	16,000.00
Dawson Springs—Street Improvement	5½%	1,500.00
Franklin County—Thorn Hill School	2¾%	1,000.00
Franklin County—Peaks Mill School	2¾%	13,000.00
Franklin County—Bald Knob	2¾%	11,000.00
Fleming County—Central High School Corp.	3%	10,000.00
Greenville—Municipal Building Corporation	4%	10,000.00
Hartford Kentucky—Water Works	3½%	15,500.00
Morehead State Teachers College	4%	30,000.00
Middlesboro Kentucky—Refunding	4½%	14,000.00
Middlesboro Ky.—Refunding Improvement	5%	12,000.00
Middlesboro Kentucky—Board of Education	5%	11,000.00
Owensboro—Daviess County Hospital	3¼%	30,000.00
Ohio County—Court House	4%	6,000.00
Pineville Kentucky—Refunding	4½%	28,000.00
Paducah—Flood Wall Protection Works	3½%	6,000.00
Pike County	3½%	35,000.00
U. S. Defense Certificates	*	37,000.00
U. S. Treasury Bonds	2½%	570,000.00
U. S. Savings Bonds, Series G	2½%	100,000.00
Vanceburg—Electric Light and Heat	3½%	20,000.00
Total		$ 987,000.00

* Five certificates at purchase price of $7.400.00 with interest to accrue in the amount of $2,600.00 and maturity value of $10,000.00.

STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 35: CHANGES IN SURPLUS

Fiscal Years Ended June 30, 1946 and June 30, 1945

	June 30, 1946	June 30, 1945
Surplus—Beginning of Year	$ 969,882.35	$ 801,696.37
Receipts	192,301.66	189,798.00
Totals	$ 1,162,184.01	$ 991,494.37
Disbursements and Expense Charges (Sch. "A")	128,756.56	21,612.02
Surplus—Close of Year	$ 1,033,427.45	$ 969,882.35

Schedule "A"—Disbursements and Charges for 1945-46

Loss Claims Paid		$ 91,647.61
Administrative Expenses Paid		2,602.42
Administrative Expenses Encumbered		4,595.28
Reinsurance Premiums		29,928.44
Total		$ 128,773.75
Reserve for Prior Year Administrative Expenses	$75.00	
Payments Made	57.81	17.19
Disbursements and Charges		$ 128,756.56

STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 36: RECEIPTS AND EXPENDITURES

	Fiscal Year Ended June 30, 1946	Combined Total July 1, 1936 to June 30, 1946
Receipts:		
Premium Revenue	$ 173,915.56	$ 1,281,368.85
Interest Income and Profit	18,386.10	141,095.12
Total Receipts	$ 192,301.66	$ 1,422,463.97
Expenditures:		
Loss Claims Paid	$ 91,647.61	$ 211,844.24
Administrative Expenses	7,180.51	51,581.46
Reinsurance Premiums	29,928.44	124,443.53
Refund of Prior Year Receipts	.....	1,165.09
Exchange Charges	.....	2.20
Total Expenditures	$ 128,756.56	$ 389,036.52
Excess Receipts over Expenditures	$ 63,545.10	$ 1,033,427.45

STATE FIRE AND TORNADO INSURANCE FUND
STATEMENT NO. 37: PREMIUM REVENUE
Fiscal Year Ended June 30, 1946

		Department	Amount	Total
Transferred from General Fund:				
505.	Office of Commissioner	Finance	$ 1.97	
525.	Division of Personnel	Finance	11.65	
535.	Division of Accounts and Control	Finance	39.40	
575.	Division of Public Property	Finance	3,494.79	
630.	Paper—Revolving	Finance	52.60	
745.	Service Division	Revenue	130.52	
1075.	Division of Armories	Military	4,163.38	
1095.	State Defense Council	Military	22.20	
1405.	Department of Health—General	Health	806.43	
1440.	County Health—Division	Health	384.17	
1525.	Social Security	Welfare	346.37	
1565.	Eastern State Hospital	Welfare	14,394.27	
1575.	Central State Hospital	Welfare	7,850.74	
1585.	Western State Hospital	Welfare	13,436.90	
1595.	Kentucky Training Home	Welfare	3,167.32	
1645.	Division of Engineering and Construction	Welfare	426.32	
1665.	Houses of Reform	Welfare	10,246.50	
1675.	Reformatory	Welfare	6,470.12	
1685.	Penitentiary	Welfare	8,133.11	
1695.	Women's Prison	Welfare	778.06	
1735.	Kentucky Children's Home	Welfare	3,126.77	
2085.	Vocational Education	Education	215.94	
2105.	Ky. State College for Negroes	Education	3,225.65	
2125.	West Kentucky Vocational Training School	Education	693.31	
2205.	Ky. School for the Blind—White	Education	1,347.18	
2215.	Ky. School for the Blind—Colored	Education	114.28	
2225.	Ky. Workshop for the Adult Blind	Education	380.59	
2255.	Ky. School for the Deaf—White	Education	1,769.58	
2265.	Ky. School for the Deaf—Colored	Education	210.47	
2275.	Mayo Vocational Training School	Education	587.93	
2305.	Division of Colleges	University	17,111.11	
2335.	Experiment Station	University	4,591.45	
2365.	Princeton Sub-Station	University	815.46	
2375.	Quicksand Sub-Station	University	1,221.76	
2505.	Eastern State Teachers College	Colleges	3,750.72	
2525.	Murray State Teachers College	Colleges	5,324.02	
2545.	Western State Teachers College	Colleges	4,164.76	
2645.	Library Extension Division	Library & Archives	81.40	
2655.	Kentucky State Historical Society	Library & Archives	84.96	
2725.	Division of Baking and Small Loans	Busi. Regulations	2.86	
2735.	Division of Insurance	Busi. Regulations	10.85	
2745.	Division of Securities	Busi. Regulations	2.86	
2815.	Division of Wage Hours	Industrial Relations	7.38	
2845.	Division of Geology	Mines and Minerals	258.95	
3118.	Confiscated Alcoholic Beverages	Alcoholic Control Board	41.90	
	Total General Fund			$123,498.96
Transferred from Revolving Fund:				
4300.	Division of State Parks	Conservation	$ 6,351.10	
4310.	Division of Forestry	Conservation	345.24	
4340.	Game and Fish Commission	Conservation	467.38	
4635.	Kentucky State Hospital	Welfare	86.20	

STATEMENT NO. 37—Continued

		Department	Amount	Total
5000.	Division of Colleges—Camp Robinson	University	$ 152.57	
5060.	Morehead State Teachers College	University	1,544.13	
5230.	Barbers and Beauticians	Professional Board	3.19	
5250.	Board of Dental Examiners	Professional Board	1.85	
4270.	Board of Pharmacy	Professional Board	29.40	
5280.	Board of Nurse Examiners	Professional Board	11.32	
5300.	Division of Motor Transportation	Busi. Regulations	22.15	
5305.	Division of Insurance	Busi. Regulations	6.51	
5400.	Public Service Commission	Pub. Serv. Comm.	36.89	
5520.	Workmen's Compensation Board	Industrial Relations	28.65	
	Total Revolving Fund			$ 9,086.58
	Transferred from State Road Fund:			
7030.	Equipment	Highway	$41,330.02	41,330.02
	Grand Totals			$173,915.56

UNEMPLOYMENT COMPENSATION INSURANCE FUND

STATEMENT NO. 38: COMPARATIVE BALANCE SHEET

As of June 30, 1946 and June 30, 1945

Assets	**June 30, 1946**	**June 30, 1945**
Cash in Bank (Schedule "A")	$ 687,173.18	$ 97,460.79
Deposits in Trust with Federal Gov't	88,880,682.04	83,201,897.02
Totals	$89,567,855.22	$83,299,357.81
Surplus and Allotments		
Unallotted Receipts	$88,902,457.64	$83,235,552.42
Allotments Available for Benefits	665,397.58	63,805.39
Totals	$89,567,855.22	83,299,357.81

UNEMPLOYMENT COMPENSATION INSURANCE FUND

SCHEDULE "A"—CASH BALANCE, JUNE 30, 1946

Unallotted Receipts	$89,102,457.64
Deposits in Trust	89,080,682.04
Balance to be Deposited	$ 21,775.60
Allotments Available for Benefits	665,397.58
Total Cash Balance	$ 687,173.18

UNEMPLOYMENT COMPENSATION INSURANCE FUND
STATEMENT NO. 39: OPERATIONS
Fiscal Year Ended June 30, 1946

1. Cash Accounts:			
Beginning Balance			$ 97,460.79
Contributions Received			11,076,120.20
Interest on Deposits with Federal Government			1,629,999.36
Transfers from Federal Government for Benefits			6,595,000.00
Transfers from Federal Government for Adm'r Expense			444,214.34
Total			$19,842,794.69
Deduct:			
Benefits Paid	$ 5,993,407.81		
Transfers to Federal Government	12,717,999.36		
Transfers for Adm'r Expenses	444,214.34		
Total			19,155,621.51
Cash Balance—Close of Year			$ 687,173.18
2. Deposits in Trust with Federal Government:			
Beginning Balance			$83,201,897.02
Transfers to Federal Government			12,717,999.36
Total			$95,919,896.38
Deduct:			
Transfers from Federal Government for Benefits	$ 6,595,000.00		
Transfers from Federal Government for Adm'r	444,214.34		
Total			$ 7,039,214.34
Balance—Close of Year			$88,880,682.04
3. Unallotted Receipts			
Beginning Balance			$83,235,552.42
Contributions and Interest			12,706,119.56
Total			$95,941,671.98
Deduct:			
Allotments for Benefits	$ 6,595,000.00		
Allotments for Adm'r Expense	444,214.34		
Total			$ 7,039,214.34
Balance—Close of Year			$88,902,457.64
4. Benefit Account:			
Beginning Balance			$ 63,805.39
Transfers from Federal Government			6,595,000.00
Total			$ 6,658,805.39
Deduct:			
Benefits Paid			5,993,407.81
Balance—Close of Year			$ 665,397.58

COUNTY ROAD SINKING FUND

STATEMENT NO. 40: COMPARATIVE BALANCE SHEET

As of June 30, 1946 and June 30, 1945

Assets	**June 30, 1946**	**June 30, 1945**
Cash in Bank	$ 78,030.09	$ 245,800.68
Investments	357,001.10	253,856.60
Totals	$ 435,031.19	$ 499,657.28
Fund Credits		
Available Funds (Distributed)	$ 429,860.69	$ 495,464.98
Accrued Interest Earned (Undistributed)	3,170.50	2,192.30
Revenue from Investments (Undistributed)	2,000.00	2,000.00
Totals	$ 435,031.19	$ 499,657.28

COUNTY SINKING FUND

STATEMENT NO. 41: OPERATION AND CHANGE IN SURPLUS

Fiscal Year Ended June 30, 1946

Acct. No.	BONDS	Beginning Balance	Receipts	Disbursements	Closing Balance
10040.	Ballard County—Voted	$ 29,478.44	$ 53,037.17	$ 79,540.00	$ 2,975.61
10041.	Ballard County—Non-Voted	2,708.96	7,005.87	4,345.00	5,369.83
10070.	Bell County—Voted	14,260.52	35,787.17	32,868.12	17,179.57
10071.	Bell County—Non-Voted	3,606.66	12,515.06	14,027.97	2,093.75
10072.	Bell County—Unlimited Tax	6,423.29	8,998.57	14,176.90	1,244.96
10130.	Breathitt County—Voted	4,746.47	9,468.96	10,308.30	3,907.13
10131.	Breathitt County—Non-Voted	4,773.21	5,031.77	3,403.00	6,401.98
10140.	Breckinridge County—Voted	9,730.93	13,931.51	15,315.97	8,346.47
10141.	Breckinridge County—Non-Voted	2,333.26	2,107.28	1,871.25	2,569.29
10160.	Butler County—Voted	7,061.66	6,919.07	7,166.60	6,814.13
10161.	Butler County—Non-Voted	2,291.52	6,012.09	1,680.00	6,623.61
10180.	Calloway County—Voted	1,942.12	13,980.31	14,348.30	1,574.13
10190.	Campbell County—Voted	27,785.14	58,482.79	61,250.00	25,017.93
10191.	Campbell County—Non-Voted	.....	7,890.00	7,890.00	.....
10200.	Carlisle County—Voted	4,653.13	7,690.90	5,100.00	7,244.03
10201.	Carlisle County—Non-Voted	1,866.82	11,041.92	12,265.95	642.79
10210.	Carroll County—Voted	7,844.00	14,491.72	5,150.00	17,185.72
10211.	Carroll County—Non-Voted	6,088.55	6,016.77	4,700.00	7,405.32
10260.	Clay County—Voted	11,372.51	17,787.62	12,050.00	17,110.13
10280.	Crittenden County—Voted	5,546.48	9,132.82	5,025.00	9,654.30
10330.	Estill County—Voted	7,015.17	14,859.23	14,214.70	7,659.70
10331.	Estill County—Non-Voted	516.00	10,002.10	10,120.00	398.10
10361.	Floyd County—Non-Voted	55,766.29	40,434.32	70,755.00	25,445.61
10380.	Fulton County—Voted	14,137.84	17,086.78	26,505.00	4,719.62
10381.	Fulton County—Non-Voted	8,914.04	9,033.96	9,000.00	8,948.00
10441.	Green County—Non-Voted	1,930.01	2,603.77	1,960.00	2,573.78
10480.	Harlan County—Voted	22,390.68	60,289.33	66,858.30	15,821.71
10530.	Hickman County—Voted	12,489.79	11,801.61	23,186.85	1,104.55

10551.	Jackson County—Non-Voted	512.48	1,605.87	1,400.00	718.35
10580.	Johnson County—Voted	3,302.38	16,665.60	19,023.50	944.48
10581.	Johnson County—Non-Voted	.....	6,935.00	6,935.00	.....
10601.	Knott County—Non-Voted	40.00	4,800.00	4,840.00	.....
10611.	Knox County—Non-Voted	.....	3,157.50	3,157.50	.....
10641.	Lawrence County—Non-Voted	22,441.64	9,811.11	13,710.00	18,542.75
10650.	Lee County—Voted	5,249.98	4,513.71	5,550.00	4,213.69
10651.	Lee County—Non-Voted	1,818.08	5,722.13	6,810.00	730.21
10660.	Leslie County—Voted	7,558.60	5,274.56	6,270.00	6,563.16
10670.	Letcher County—Voted	31,523.53	35,005.87	57,757.20	8,772.20
10671.	Letcher County—Non-Voted	5,140.61	20,243.72	14,427.50	10,956.83
10700.	Livingston County—Voted	2,153.16	7,337.54	4,770.00	4,720.70
10701.	Livingston County—Non-Voted	.....	1,700.00	1,700.00	.....
10740.	McCreary County—Voted	15,846.84	11,488.36	7,100.00	20,235.20
10741.	McCreary County—Non-Voted	2,536.77	10,381.06	8,187.50	4,730.33
10750.	McLean County—Voted	12,476.77	36,277.10	35,113.10	13,640.77
10770.	Magoffin County—Voted	3,306.03	6,273.46	6,260.00	3,319.49
10771.	Magoffin County—Non-Voted	3,986.17	5,217.61	4,440.00	4,763.78
10790.	Marshall County—Voted	2,088.61	11,700.00	7,995.00	5,793.61
10791.	Marshall County—Non-Voted	13,757.55	6,111.93	4,626.21	15,243.27
10801.	Martin County—Non-Voted	438.79	11.74	300.00	150.53
10860.	Monroe County—Voted	6,083.74	6,831.39	8,134.70	4,780.43
10861.	Monroe County—Non-Voted	.....	2,935.00	2,935.00	.....
10880.	Morgan County—Voted	**3,111.43**	**6,769.89**	**8,724.10**	1,157.22
10881.	Morgan County—Non-Voted	3,695.01	6,081.48	6,380.00	3,396.49
10921.	Ohio County—Non-Voted	.....	1,950.00	1,950.00	.....
10940.	Owen County—Voted	14,700.91	13,290.56	25,501.60	2,489.87
10970.	Perry County—Voted	.....	41,235.00	41,235.00	.....
10971.	Perry County—Non-Voted	2,308.11	4,505.45	1,884.00	4,929.56
10991.	Powell County—Non-Voted	1,801.70	2,001.26	1,600.00	2,202.96
11000.	Pulaski County—Voted	25,431.81	32,202.50	19,637.50	37,996.81
11001.	Pulaski County—Non-Voted	9,500.86	10,588.87	17,765.00	2,324.73
11021.	Rockcastle County—Non-Voted	5,347.19	6,677.01	2,790.00	9,234.20
11031.	Rowan County—Non-Voted	3,062.96	2,890.09	3,240.00	2,713.05
11041.	Russell County—Non-Voted	1,984.09	7,800.63	2,380.00	7,404.72
11101.	Todd County—Non-Voted	.....	4,637.50	4,637.50	.....

STATEMENT NO. 41—Continued

Acct. No.	BONDS	Beginning Balance	Receipts	Disbursements	Closing Balance
11180.	Whitley County—Voted	$ 3,719.48	$ 16,747.75	$ 12,955.00	$ 7,512.23
11181.	Whitley County—Non-Voted	161.16	4,500.00	4,420.00	241.16
11190.	Wolfe County—Voted	2,705.05	3,141.11	2,440.00	3,406.16
	Sub-Totals	$ 495,464.98	$ 858,459.83	$ 924,064.12	$ 429,860.69
11210.	Earnings from Investments (Clearing Account)	$	$	$	$ 5,170.50
11220.	Disb. not Charged Against County Sinking			99,974.00	(—) 99,974.00
	GRAND TOTALS	$ 495,464.98	$ 858,459.83*	$ 1,024,038.12	$ 335,057.19

* Receipts deposited by counties, $854,267.53; invested earnings distributed $4,192.30.

TEACHERS RETIREMENT FUND

STATEMENT NO. 42: COMPARATIVE BALANCE SHEET

As of June 30, 1946 and June 30, 1945

Assets	**June 30, 1946**	**June 30, 1945**
Cash in Bank	$ 291,907.51	$ 6,271.79
Investments	6,625,000.00	5,545,000.00
Unamortized Premiums on Investments	12,679.80	6,387.71
Accrued Interest Purchased	150.27	1,451.80
Totals	$ 6,929,737.58	$ 5,559,111.30
Surplus and Reserves		
Reserve for Prior Year Encumbrances	$ 2,971.02	$ 1,047.43
Surplus	6,926,766.56	5,558,063.87
Totals	$ 6,929,737.58	$ 5,559,111.30

TEACHERS RETIREMENT FUND

STATEMENT NO. 43: ANALYSIS OF CHANGE IN SURPLUS

Fiscal Year Ended June 30, 1946

Surplus—Beginning of Year		$ 5,558,063.87
Additions:		
Teachers Contributions	$ 659,765.14	
State Contribution (Accumulation Fund)	658,004.24	
State Contribution (Temporary Fund)	133,345.76	
State Contribution (Expense Fund)	31,650.00	
Interest on Investments	163,671.56	
Refund of Prior Year Disbursements	.85	
Prior Year Encumbrances Cancelled	547.72	
Gifts and Bequests	5.00	
Total Additions		1,646,990.27
Total		$ 7,205,054.14
Deductions:		
Charges (Expense Fund)	$ 28,935.38	
Allowance Payments (Retirements)	133,479.34	
Allowance Reserve Fund (Refunds)	112,901.84	
Reserve for Encumbrances (Expenses)	2,971.02	
Total Deductions		278,287.58
Surplus—Close of Year		$ 6,926,766.56

COUNTY STATISTICS

COMMONWEALTH OF KENTUCKY

GENERAL FUND

FOR FISCAL YEAR ENDING

JUNE 30, 1946
AND
JUNE 30, 1947

GENERAL FUND

STATEMENT OF FINES AND FORFEITURES AND TRUSTEE OF JURY FUND BY COUNTIES

END OF 90-DAY PERIOD

Fiscal Year 1945-46

	Trustee of the Jury Fund		Clerks' Commission	Refunds	Fines and Forfeitures		State Treasurer
	Advances	Paid Jurors			Receipts	Expenditures Commissions	
1. Adair	$ 3,600.00	$ 1,701.00	$ 55.96	$ 1,843.04	$ 3,832.52	$ 3,559.65	$ 272.87
2. Allen	3,700.00	1,743.00	57.54	1,899.46	4,188.17	3,048.05	1,140.12
3. Anderson	1,700.00	615.00	23.08	1,061.92	2,537.43	2,090.12	447.31
4. Ballard	2,100.00	828.00	33.42	1,238.58	775.00	646.55	128.45
5. Barren	3,039.50	2,193.00	94.53	751.97	5,194.17	2,995.69	2,198.48
6. Bath	2,115.85	1,776.00	73.89	265.96	1,295.79	1,167.79	128.00
7. Bell	11,300.00	6,578.16	265.05	4,456.79	5,480.50	3,853.21	1,627.29
8. Boone	3,240.00	585.00	13.39	2,641.61	1,470.04	1,065.39	404.65
9. Bourbon	2,000.00	1,017.00	40.03	942.97	1,261.74	1,261.74	----------
10. Boyd	6,950.00	5,325.00	198.21	1,426.79	14,768.86	11,412.49	3,356.37
11. Boyle	2,700.00	1,563.00	63.87	1,073.13	3,773.63	3,177.13	596.50
12. Bracken	2,400.00	927.00	35.11	1,437.89	270.02	270.02	----------
13. Breathitt	8,894.00	7,435.00	317.05	1,141.95	917.04	892.09	24.95
14. Breckinridge	3,160.00	2,406.00	101.93	652.07	3,842.08	3,389.29	452.79
15. Bullitt	1,800.00	744.00	19.67	1,036.33	1,258.00	750.78	507.22
16. Butler	1,600.00	747.00	33.04	819.96	426.00	387.60	38.40
17. Caldwell	3,150.00	2,261.92	91.90	796.18	1,303.43	1,065.93	237.50
18. Calloway	2,350.00	1,560.00	45.55	744.45	2,151.00	2,067.00	84.00
19. Campbell	11,800.00	8,647.00	338.33	2,814.67	3,348.50	1,837.65	1,510.85
20. Carlisle	1,900.00	576.00	19.66	1,304.34	486.00	433.20	52.80
21. Carroll	3,000.00	504.00	15.01	2,480.99	1,465.74	1,336.81	128.93
22. Carter	6,062.40	3,658.64	125.96	2,277.80	5,543.56	4,808.19	735.37
23. Casey	4,200.00	2,376.00	68.19	1,755.81	5,390.81	4,930.33	460.48
24. Christian	2,117.65	1,437.00	54.00	626.65	9,243.08	8,192.86	1,050.22

25.	Clark	4,100.00	2,106.00	68.03	1,925.97	2,193.94	2,134.25	59.69
26.	Clay	8,535.75	6,752.60	258.81	1,524.34	6,797.03	4,733.48	2,063.55
27.	Clinton	3,000.00	1,959.00	61.20	979.80	5,863.33	4,541.44	1,321.89
28.	Crittenden	1,800.00	831.00	34.41	934.59	2,320.12	1,706.32	613.80
29.	Cumberland	3,000.00	1,599.00	44.46	1,356.54	931.18	725.80	205.38
30.	Daviess	5,250.00	3,027.00	114.69	2,108.31	11,043.70	9,808.23	1,235.47
31.	Edmonson	3,000.00	750.00	29.94	2,220.06	1,881.64	1,601.19	280.45
32.	Elliott	3,000.00	1,173.00	38.38	1,788.62	2,331.00	2,331.00	
33.	Estill	4,503.70	3,626.00	136.39	741.31	1,808.29	1,804.19	4.10
34.	Fayette	7,000.00	5,262.00	216.16	1,521.84	9,937.55	9,499.01	438.54
35.	Fleming	2,400.00	1,857.00	78.57	464.43	2,317.58	2,314.18	3.40
36.	Floyd	18,000.00	10,691.40	391.35	6,917.25	15,283.86	11,975.43	3,308.43
37.	Franklin	2,181.15	2,061.00	96.12	24.03	6,119.74	5,804.51	315.23
38.	Fulton	2,600.00	1,761.00	62.64	776.36	2,719.20	2,563.39	155.81
39.	Gallatin	2,100.00	759.00	31.23	1,309.77	459.78	459.78	
40.	Garrard	2,672.00	1,798.92	41.27	831.81	1,366.39	1,330.39	36.00
41.	Grant	2,100.00	1,122.00	38.57	939.43	9,970.02	9,578.53	391.49
42.	Graves	4,000.00	1,158.00	46.24	2,795.76	8,197.82	5,823.02	2,374.80
43.	Grayson	2,425.30	1,986.00	81.56	357.74	6,356.01	5,418.69	937.32
44.	Green	1,950.00	1,200.00	45.93	704.07	2,352.64	2,267.35	85.29
45.	Greenup	9,000.00	3,565.00	137.85	5,297.15	3,021.10	2,877.66	143.44
46.	Hancock	1,500.00	318.00	8.76	1,173.24	316.00	308.40	7.60
47.	Hardin	3,700.00	2,949.00	114.58	636.42	9,865.25	9,721.82	143.43
48.	Harlan	12,000.00	8,041.00	264.60	3,694.40	12,543.13	10,217.35	2,325.78
49.	Harrison	1,800.00	747.00	27.90	1,025.10	347.12	347.12	
50.	Hart	2,250.00	1,176.00	43.26	1,030.74	10,164.89	7,142.37	3,022.52
51.	Henderson	6,500.00	2,091.00	85.97	4,323.03	10,641.17	8,523.19	2,117.98
52.	Henry	2,294.00	1,116.00	46.24	1,131.76	871.09	851.09	20.00
53.	Hickman	1,500.00	756.00	30.34	713.66	3,093.15	2,654.83	438.32
54.	Hopkins	4,208.86	3,498.00	133.21	577.65	10,131.42	9,272.29	859.13
55.	Jackson	7,000.00	4,116.00	165.38	2,718.62	12,390.49	8,177.81	4,212.68
56.	Jefferson	60,000.00	41,637.00	1,572.28	16,790.72	28,898.87	20,673.70	8,225.17
57.	Jessamine	2,500.00	1,383.00	53.08	1,063.92	1,830.40	1,724.65	105.75
58.	Johnson	7,500.00	4,781.00	177.17	2,541.83	3,976.01	3,778.47	197.54
59.	Kenton	9,321.00	8,815.00	415.75	590.25	10,183.25	9,892.60	290.65
60.	Knott	7,500.00	4,440.46	145.90	2,913.64	1,676.21	1,468.30	207.91
61.	Knox	8,950.00	6,426.00	237.09	2,286.91	6,653.20	6,138.29	514.91

STATEMENT OF FINES AND FORFEITURES—Continued

	Trustee of the Jury Fund		Clerks' Commission	Refunds	Fines and Forfeitures		State Treasurer
	Advances	Paid Jurors			Receipts	Expenditures Commissions	
62. Larue	$ 3,000.00	$ 1,143.00	$ 40.04	$ 1,816.96	$ 8,055.01	$ 6,916.56	$ 1,138.45
63. Laurel	9,000.00	7,547.00	317.39	1,135.61	8,365.10	5,451.40	2,913.70
64. Lawrence	3,348.00	2,166.00	86.99	1,095.01	1,364.06	1,249.94	114.12
65. Lee	8,000.00	4,788.00	199.18	3,012.82	1,053.68	1,053.18	.50
66. Leslie	7,800.00	6,422.43	183.65	1,193.92	3,987.66	2,784.99	1,202.67
67. Letcher	6,500.00	4,861.00	163.95	1,475.05	9,396.53	6,798.59	2,597.94
68. Lewis	4,020.00	1,395.00	55.68	2,569.32	242.00	229.15	12.85
69. Lincoln	2,850.00	2,037.00	84.00	729.00	5,634.10	5,381.15	252.95
70. Livingston	3,600.00	1,436.00	43.44	2,120.56	1,430.00	1,337.72	92.28
71. Logan	1,600.00	831.00	35.46	733.54	4,876.96	4,876.96	----------
72. Lyon	2,100.00	636.00	19.30	1,444.70	986.15	944.15	42.00
73. McCracken	7,152.53	5,262.00	207.13	1,683.40	7,056.34	6,989.36	66.98
74. McCreary	8,300.00	6,260.00	210.03	1,829.97	6,392.00	5,456.99	935.01
75. McLean	1,800.00	390.00	10.47	1,399.53	846.00	780.90	65.10
76. Madison	5,000.00	3,085.00	111.93	1,803.07	5,250.82	4,591.69	659.13
77. Magoffin	10,000.00	6,705.96	271.08	3,022.96	4,776.54	4,775.54	1.00
78. Marion	1,900.00	1,302.00	46.20	551.80	5,670.68	5,543.68	127.00
79. Marshall	2,000.00	1,184.00	45.59	770.41	1,919.00	1,919.00	----------
80. Martin	3,742.36	2,171.00	78.31	1,493.05	1,648.00	1,622.78	25.22
81. Mason	2,071.66	1,785.00	51.76	234.90	3,530.00	3,353.71	176.29
82. Meade	2,750.00	855.00	30.15	1,864.85	2,397.93	2,057.42	340.51
83. Menifee	2,000.00	1,140.00	35.68	824.32	1,033.50	1,033.50	----------
84. Mercer	2,700.00	1,743.00	65.73	891.27	2,620.71	2,620.71	----------
85. Metcalfe	2,100.00	909.00	26.18	1,164.82	952.06	506.69	445.37
86. Monroe	3,750.00	1,975.44	57.83	1,716.73	2,922.09	2,539.87	382.22
87. Montgomery	4,200.00	2,355.00	86.77	1,758.23	2,281.00	1,839.73	441.27
88. Morgan	2,300.00	1,710.00	46.02	543.98	2,196.38	2,190.25	6.13
89. Muhlenberg	3,700.00	3,258.00	134.45	307.55	3,287.03	3,287.03	----------
90. Nelson	2,300.00	1,665.00	67.08	567.92	8,399.82	3,896.40	4,503.42
91. Nicholas	1,800.00	780.00	34.07	985.93	1,152.50	1,132.50	20.00
92. Ohio	2,100.00	1,149.00	30.57	920.43	4,397.00	4,127.20	269.80

93.	Oldham	1,944.00	816.00	25.37	1,102.63	5,400.48	4,777.14	623.34
94.	Owen	3,240.00	696.00	19.68	2,524.32	533.80	418.40	115.40
95.	Owsley	2,700.00	1,431.00	44.77	1,224.23	2,041.50	2,030.67	10.83
96.	Pendleton	1,500.00	801.00	33.01	665.99	495.70	495.70	
97.	Perry	14,000.00	9,078.00	359.26	4,562.74	5,672.01	3,415.09	2,256.92
98.	Pike	10,350.00	7,576.00	310.34	2,463.66	19,694.12	12,943.24	6,750.88
99.	Powell	1,950.00	1,020.00	38.93	891.07	2,797.11	2,485.31	311.80
100.	Pulaski	9,000.00	6,600.00	261.33	2,138.67	7,869.22	5,275.15	2,594.07
101.	Robertson	820.00	360.00	10.12	449.88			
102.	Rockcastle	5,500.00	3,794.82	165.80	1,539.38	4,707.26	3,687.15	1,020.11
103.	Rowan	3,400.00	2,344.00	82.73	973.27	6,364.07	5,638.62	725.45
104.	Russell	4,500.00	3,022.26	103.77	1,373.97	6,854.25	5,054.81	1,799.44
105.	Scott	2,800.00	1,761.00	70.72	968.28	2,761.22	2,693.73	67.49
106.	Shelby	2,700.00	1,038.00	45.60	1,616.40	4,131.98	3,838.87	293.11
107.	Simpson	1,600.00	1,282.00	51.25	266.75	2,184.20	2,184.20	
108.	Spencer	1,500.00	699.00	31.17	769.83	901.41	715.04	186.37
109.	Taylor	1,663.71	1,146.00	41.66	466.05	1,513.54	1,513.54	
110.	Todd	2,562.00	1,224.00	27.39	1,310.61	3,454.70	3,454.70	
111.	Trigg	1,800.00	690.00	29.67	580.33	2,621.50	2,586.50	35.00
112.	Trimble	1,200.00	660.00	27.12	512.88	1,038.51	883.11	155.40
113.	Union	6,194.46	1,275.00	41.48	4,877.98	3,313.83	2,857.24	456.59
114.	Warren	5,750.00	4,137.00	157.18	1,455.82	9,388.46	7,413.07	1,975.39
115.	Washington	2,400.00	1,512.00	57.75	830.25	1,684.76	1,654.76	30.00
116.	Wayne	5,460.00	4,058.00	171.08	1,230.92	3,520.96	2,592.75	928.21
117.	Webster	2,100.00	1,011.00	33.22	1,055.78	2,920.78	2,015.34	905.44
118.	Whitley	8,525.00	7,017.00	260.34	1,247.66	4,120.56	4,076.47	44.09
119.	Wolfe	4,150.00	2,286.00	82.59	1,781.41	1,992.62	1,925.36	67.26
120.	Woodford	1,950.00	954.00	36.15	959.85	1,195.01	1,195.01	
		$560,254.88	$351,275.01	$13,255.27	$195,724.60	$530,370.89	$439,939.39	$90,431.50

GENERAL FUND

STATEMENT OF MISCELLANEOUS EXPENDITURES BY COUNTIES

Fiscal Year 1945-46

	Clerks' Services 132	Criminal Prosecutions 142	Jury Commissioners 162	Expenses 192	Sheriff's Highway Patrol 196	County Record Books 600	Tax Commissioners 802	Revenue Supervisors 812	Idiots 1870	Total
1. Adair	$ 428.14	$ 691.18	$ 27.00	$	$ 1,500.00	$ 357.52	$ 1,697.48	$ 217.50	$ 862.50	$ 5,781.32
2. Allen	368.67	488.85	36.00		1,500.00	235.76	1,649.74	207.00	637.50	5,123.52
3. Anderson	263.98	133.30	18.00	183.55	898.98	157.07	1,904.44	165.00	75.00	3,799.32
4. Ballard	264.05	161.25	18.00		1,500.00	300.00	2,053.31	196.50	300.00	4,793.11
5. Barren	758.90	1,495.92	18.00		1,500.00	435.40	3,282.21	134.00	600.00	8,224.43
6. Bath	369.98	624.42	18.00		1,500.00	185.65	1,940.90	84.00	337.50	5,060.45
7. Bell	1,387.53	8,098.72	27.00		1,500.00	726.78	3,543.99	217.50	1,198.12	16,699.64
8. Boone	354.71	114.25	18.00		836.74	142.05	3,325.37	115.50		4,906.62
9. Bourbon	391.12	1,896.41	18.00		748.33	375.00	6,861.66	84.00	75.00	10,449.52
10. Boyd	1,871.37	6,208.68				750.00	5,699.60	223.50	380.52	15,133.67
11. Boyle	457.76	1,534.48	27.00		588.35	351.19	4,841.04	63.00	337.50	8,200.32
12. Bracken	274.33	404.75	9.00		1,500.00	44.33	1,882.79	120.00	112.50	4,347.70
13. Breathitt	752.64	1,808.00	27.00		1,500.00	426.60	941.90	165.00	562.50	6,183.64
14. Breckinridge	443.30	793.94	9.00		1,083.76	350.17	1,709.08	78.00	862.50	5,329.75
15. Bullitt	313.03	332.42	9.00		67.39	229.34	1,754.24	52.50	337.50	3,095.42
16. Butler	371.76	742.65	18.00		1,362.96	345.71	1,261.07	123.00	375.00	4,600.15
17. Caldwell	566.67	2,030.31	18.00		705.94	349.74	1,495.25	165.00	300.00	5,630.91
18. Calloway	559.56	1,038.11	27.00		1,500.00	375.00	1,841.40	165.00	671.88	6,177.95
19. Campbell	2,446.55	7,601.54	90.00	429.07		2,986.27	11,536.00	367.50	637.50	26,094.43
20. Carlisle	230.69	219.90	18.00		1,469.34	290.52	1,065.85	165.00	375.00	3,834.30
21. Carroll	122.98	132.65	27.00		882.45	279.58	1,872.36	196.50	412.50	3,926.02
22. Carter	843.92	2,576.27	36.00		1,500.00	391.38	2,367.02	270.00	562.50	8,547.09
23. Casey	473.11	1,055.94	27.00		1,500.00	342.03	1,427.37	165.00	225.00	5,215.45
24. Christian	792.50	3,286.33	27.00	150.88		499.35	5,315.14	217.50	1,253.54	11,542.24
25. Clark	482.50	2,343.60	27.00		1,483.91	281.26	5,411.81	165.00	375.00	10,570.08
26. Clay	796.12	2,701.40	36.00		1,500.00	468.76	1,522.92	217.50	1,350.00	8,532.70
27. Clinton	316.74	385.75	45.00		1,497.07	363.02	887.28	157.50	375.00	4,027.36

28.	Crittenden	348.08	180.55	18.00		1,500.00	266.83	1,369.19	157.50	395.00	4,235.15
29.	Cumberland	206.18	163.20	18.00		1,500.00	302.07	1,230.11	196.50	525.00	4,141.06
30.	Daviess	1,378.57	4,599.08	45.00			728.32	12,825.17	385.50	412.50	20,374.14
31.	Edmonson	244.43	311.22	18.00		1,488.34	354.55	920.97	126.00	484.89	3,948.40
32.	Elliott	216.44	304.90	27.00		1,500.00	123.53	611.47	165.00	150.00	3,098.34
33.	Estill	549.51	1,289.38	45.00		1,500.00	360.36	1,455.19	165.00	225.00	5,589.44
34.	Fayette	1,814.35	9,748.71	27.00			3,000.00	11,177.10	306.00	484.08	26,557.24
35.	Fleming	452.54	600.83	9.00	78.16	599.71	357.78	2,621.91	70.50	225.00	5,015.43
36.	Floyd	1,029.26	4,553.20	36.00	228.93	1,467.24	749.08	2,528.01	165.00	487.50	11,244.22
37.	Franklin	559.81	2,745.96	36.00			379.96	5,782.41	63.00	412.50	9,979.64
38.	Fulton	420.07	1,322.29	9.00		981.89	375.00	2,094.09	91.50	112.50	5,406.34
39.	Gallatin	120.94	367.17	18.00		930.57	183.31	1,074.41	123.00	187.50	3,004.90
40.	Garrard	411.05	798.54			716.37	375.00	2,694.46	63.00	187.50	5,245.92
41.	Grant	305.95	1,786.69	18.00		1,500.00	282.58	2,097.36	87.00	187.50	6,265.08
42.	Graves	868.02	1,514.32	18.00		957.34	293.30	4,450.46	270.00	1,391.46	9,762.90
43.	Grayson	570.50	1,078.30	18.00		1,500.00	142.80	1,656.35	165.00	787.50	5,918.45
44.	Green	370.15	506.34	27.00		1,500.00	225.43	1,467.19	186.00	37.50	4,319.61
45.	Greenup	708.15	1,659.55	42.00		922.71	298.24	3,027.89	165.00	396.30	7,219.84
46.	Hancock	174.37	242.88	18.00		1,500.00	194.02	809.63	84.00	61.98	3,084.88
47.	Hardin	864.19	2,674.58	18.00			444.33	3,538.11	141.00	975.00	8,655.21
48.	Harlan	1,498.76	7,991.25	45.00			2,126.21	5,156.67	165.00	150.00	17,132.89
49.	Harrison	414.25	334.25	18.00		1,368.70	162.05	4,306.48	217.50	262.50	7,083.73
50.	Hart	525.43	1,097.40	9.00		1,256.30	355.76	2,021.33	154.50	580.52	6,000.24
51.	Henderson	968.88	3,590.65				432.10	6,251.17	133.50	412.50	11,788.80
52.	Henry	320.17	799.55	18.00		1,157.27	354.54	2,445.85	81.00	187.50	5,363.88
53.	Hickman	259.67	350.00	18.00		1,143.73	300.00	1,490.14	165.00		3,726.54
54.	Hopkins	1,483.17	3,874.57	18.00	62.57	201.62	523.94	3,239.61	165.00	825.69	10,394.17
55.	Jackson	456.01	858.21	36.00		1,500.00	114.23	1,012.08	165.00	478.34	4,619.87
56.	Jefferson	17,523.96	70,467.65	150.00	2,385.04		3,000.00	92,345.68	406.50	3,896.70	190,175.53
57.	Jessamine	297.34	2,196.60	9.00		1,500.00	369.79	3,325.42	112.50	112.50	7,923.15
58.	Johnson	949.96	2,013.79	45.00		1,220.80	450.00	1,764.93	270.00	787.50	7,501.98
59.	Kenton	3,908.18	7,766.35	120.00			2,990.15	11,601.00	601.50	825.00	27,812.18
60.	Knott	471.45	1,645.05	90.00	88.82	1,500.00	105.60	1,455.42	165.00	187.50	5,708.84
61.	Knox	1,377.32	2,769.43	90.00	146.63	1,500.00	520.62	1,506.63	259.50	897.92	9,068.05
62.	Larue	434.39	627.40	9.00		629.73	109.41	1,733.89	112.50	215.21	3,871.53
63.	Laurel	1,033.27	4,729.64	27.00		1,500.00	443.59	1,491.00	270.00	900.00	10,394.50
64.	Lawrence	416.82	372.47			1,500.00	347.20	1,212.49	165.00	487.50	4,501.48
65.	Lee	329.36	1,271.80	27.00	81.49	1,500.00	39.54	877.63	127.50	262.50	4,516.82

STATEMENT OF MISCELLANEOUS EXPENDITURES—Continued

	Clerks' Services 132	Criminal Prosecutions 142	Jury Commissioners 162	Expenses 192	Sheriff's Highway Patrol 196	County Record Books 600	Tax Commissioners 802	Revenue Supervisors 812	Idiots 1870	Total
66. Leslie	$ 611.34	$ 1,515.06	$ 36.00	$	$ 1,500.00	$ 353.89	$ 882.61	$ 217.50	$ 975.00	$ 6,091.40
67. Letcher	1,029.42	4,029.05	45.00		1,500.00	701.08	2,595.75	165.00	187.50	10,252.80
68. Lewis	351.14	662.61	24.00		1,500.00	285.86	1,251.00	165.00	337.50	4,577.11
69. Lincoln	477.76	1,535.22	18.00	51.51		296.39	2,458.01	70.50	475.84	5,383.23
70. Livingston	460.91	606.08	6.00	41.62	1,500.00	287.32	1,326.35	70.50	112.50	4,411.28
71. Logan	685.77	2,549.77	9.00		1,372.31	426.39	2,972.80	165.00	712.50	8,893.54
72. Lyon	181.93	347.75	18.00		1,129.53	229.50	872.31	102.00	187.50	3,068.52
73. McCracken	2,006.01	7,471.88	27.00	73.29		721.10	9,746.40	277.50	949.79	21,272.97
74. McCreary	645.23	2,663.16	90.00		1,328.10	304.29	1,178.83	165.00	600.00	6,974.61
75. McLean	313.87	132.30	18.00		1,500.00	285.72	1,564.76	111.00	150.00	4,075.65
76. Madison	691.69	2,458.19	27.00		1,500.00	425.96	5,486.99	81.00	469.59	11,140.42
77. Magoffin	640.57	1,870.28	45.00	202.77	1,500.00	374.57	836.88	217.50	712.50	6,400.07
78. Marion	404.54	965.80	18.00		1,500.00	370.56	2,731.18	160.50	225.00	6,375.58
79. Marshall	460.04	605.50	18.00		1,074.72	340.78	1,185.11	67.50	675.00	4,426.65
80. Martin	396.74	1,024.12	90.00		428.20	355.48	1,008.12	165.00		3,467.66
81. Mason	648.99	1,704.53	45.00		1,500.00	235.14	6,043.92	130.50	150.00	10,458.08
82. Meade	292.16	486.55	9.00		1,319.57	34.95	1,227.55	91.50	75.00	3,536.28
83. Menifee	184.55	701.21	27.00		1,500.00	268.98	589.93	105.00	75.00	3,451.67
84. Mercer	393.27	734.84	27.00			289.43	3,255.07	183.00	430.11	5,312.72
85. Metcalfe	333.25	290.20			1,500.00	342.39	1,303.41	165.00	450.00	4,384.25
86. Monroe	450.26	904.99	18.00		1,500.00	354.49	1,145.34	165.00	640.74	5,178.82
87. Montgomery	739.48	2,239.29	27.00		1,457.06	261.62	3,316.15	45.00	450.00	8,535.60
88. Morgan	519.11	1,120.67	36.00		1,500.00	341.75	1,070.58	249.00	562.50	5,399.61
89. Muhlenberg	1,071.97	4,002.44	27.00		1,500.00	487.48	2,855.53	270.00	1,050.00	11,264.42
90. Nelson	479.59	807.44	18.00			296.22	3,741.58	66.00	225.00	5,633.83
91. Nicholas	274.18	353.97	18.00		1,500.00	160.13	2,139.63	157.50	75.00	4,678.41
92. Ohio	777.22	1,552.91	27.00		1,500.00	424.55	2,221.68	165.00	975.00	7,643.36
93. Oldham	380.06	402.66	27.00		409.64	313.35	2,927.68	96.00		4,556.39
94. Owen	326.35	84.20	18.00		1,500.00	341.13	1,799.76	66.00	414.49	4,549.93
95. Owsley	196.57	209.00	45.00		1,500.00	177.07	598.00	144.00	187.50	3,057.14
96. Pendleton	249.66	108.00	27.00		1,500.00	71.37	1,886.86	154.50	262.50	4,259.89

97.	Perry	1,533.65	5,856.36	45.00	———	1,500.00	664.28	3,018.97	249.00	937.50	13,805.26
98.	Pike	2,125.62	8,263.21	45.00	———	———	3,000.00	5,443.36	165.00	975.00	20,017.19
99.	Powell	184.90	736.81	18.00	———	1,500.00	159.23	745.33	43.50	———	3,387.77
100.	Pulaski	1,015.25	2,752.89	45.00	———	1,500.00	512.54	3,146.70	157.50	1,462.50	10,592.38
101.	Robertson	65.87	36.00	9.00	———	1,126.17	49.25	779.05	67.50	75.00	2,207.84
102.	Rockcastle	527.99	2,242.51	27.00	———	1,500.00	186.51	1,325.76	157.50	1,231.36	7,198.63
103.	Rowan	406.28	1,213.75	18.00	42.14	1,351.58	312.24	1,057.88	165.00	37.50	4,604.37
104.	Russell	502.98	708.65	18.00	———	1,500.00	265.76	1,381.63	165.00	412.50	4,954.52
105.	Scott	384.76	1,207.81	18.00	———	1,500.00	364.32	4,570.63	70.50	300.00	8,416.02
106.	Shelby	450.59	931.86	9.00	———	———	352.69	5,017.08	81.00	75.00	6,917.22
107.	Simpson	306.97	2,010.77	12.00	———	1,500.00	375.00	1,920.73	129.00	150.00	6,404.47
108.	Spencer	162.08	100.30	18.00	———	1,500.00	149.24	1,484.34	45.00	112.50	3,571.46
109.	Taylor	366.98	203.45	27.00	———	1,500.00	299.21	1,620.12	94.50	37.50	4,148.76
110.	Todd	333.26	1,062.58	18.00	———	1,156.10	353.60	2,044.40	228.00	450.00	5,645.94
111.	Trigg	271.70	502.19	27.00	———	1,337.27	285.68	1,666.59	57.00	150.00	4,297.43
112.	Trimble	157.20	48.00	18.00	———	1,302.55	255.87	1,215.99	165.00	75.00	3,237.61
113.	Union	588.77	1,461.87	27.00	———	1,363.86	328.82	3,514.44	165.00	296.87	7,746.63
114.	Warren	1,408.25	4,742.38	18.00	240.56	1,500.00	522.64	5,866.24	105.00	862.50	15,265.57
115.	Washington	329.09	972.50	18.00	———	928.85	321.99	2,553.55	73.50	337.50	5,534.98
116.	Wayne	453.08	1,743.61	36.00	———	1,500.00	360.22	1,340.50	165.00	225.00	5,823.41
117.	Webster	675.74	1,604.33	———	———	1,236.22	355.18	2,115.18	228.00	562.50	6,777.15
118.	Whitley	1,336.26	5,746.63	36.00	———	1,500.00	113.70	1,982.04	165.00	704.38	11,584.01
119.	Wolfe	321.76	858.54	81.00	———	1,353.24	158.48	619.19	160.50	637.50	4,190.21
120.	Woodford	328.12	458.24	18.00	———	———	123.82	4,791.96	115.50	112.50	5,948.14
	Totals	$91,894.34	$287,710.18	$3,360.00	$4,487.03	$133,342.51	$54,189.91	$417,201.55	$19,080.50	$56,200.32	$1,067,466.34

COMMONWEALTH OF KENTUCKY

ANNUAL REPORT

Commissioner of Finance

FOR FISCAL YEAR ENDING

JUNE 30, 1947

All Funds

CLARENCE MILLER
Commissioner of Finance

Division of the Budget
F. L. PHILLIPS.
Assistant Budget Director

COMMENTS

GENERAL FUND

Fiscal Year 1946-1947

At the beginning of the fiscal year, July 1, 1946, the amount of cash in bank, excluding the cold check fund and petty cash advances, was $19,332,647.29. Against this cash encumbrance charges amounting to $1,383,491.22 had been entered, leaving a net free cash balance of $17,949,156.07, not including the Special Institutional Improvement Fund. Petty Cash advances, amounting to $15,500.00, were in the hands of various State agencies, on account of which additional encumbrances for equal amounts had been charged to their respective appropriations.

During the three months adjustment period ending September 30, 1947, disbursements amounting to $814,718.93 were paid against the encumbrances outstanding as of July 1, and petty cash advances, including the encumbrances were closed. As a result of these transactions relating to the preceding fiscal year, encumbrances amounting to $586,359.76 remained unpaid on September 30, 1946, and because of conditions prevailing during and following the war these unpaid encumbrances were brought forward to be paid during the fiscal year 1946-1947.

The statements that follow set forth in summary and also in considerable detail the transactions for all funds to June 30, 1947, and the financial conditions of the funds. Further comments appear to be unnecessary.

SUMMARY STATEMENT

CASH POSITION—ALL FUNDS

Close of Fiscal Year 1946-1947

FUND	Cash Balance	Encumbrances	Free Balance
General Fund:			
Regular Account	$28,862,199.22	$ 2,631,571.06	$26,230,628.16
Institutional Improvement Fund	370,868.37	.....	370,868.37
Cold Check Fund	25,000.00	.....	25,000.00
Total—General Fund	$29,258,067.59	$ 2,631,571.06	$26,626,496.53
Revolving, Trust and Agency Fund	$ 6,539,630.49	$ 2,050,378.22	$ 4,489,252.27
State Road Fund	19,748,166.32	22,827,393.20	3,079,226.88*
Bridge Bond Sinking Fund	50,196.99	.00	50,196.99
County Road Trust Fund	111,310.97	.00	111,310.97
Special Deposit Trust Fund	127,453.57	.00	127,453.57
Fire and Tornado Insurance Fund	259,753.25	344,361.82	84,608.57*
Unemployment Compensation Fund	351,059.18	.00	351,059.18
County Sinking Fund	209,480.05	.00	209,480.05
Teachers Retirement Fund	156,144.85	571.96	155,572.89
Totals	$56,811,263.26	$27,854,276.26	$28,956,987.00

* Overdrafts.

Note.—In addition to cash balances above there were salable investments as follows: Institutional Improvement Fund, $2,715,000.00; Revolving Trust and Agency Funds, $2,200.00; State Fire and Tornado Insurance Fund, $984,000.00; County Road Sinking Fund, $361,386.40; and Teachers Retirement System, $8,325,000.00; the Unemployment Compensation Commission had $97,242,202.50 on deposit with the Federal Government.

COMPARATIVE STATEMENT OF CASH RECEIPTS

GENERAL FUND

	1946–1947	1945–1946	1944–1945	1943–1944
I. Property and Inheritance Taxes	$ 8,917,902.17	$ 7,726,372.75	$ 6,929,656.72	$ 6,364,341.63
II. Income and Special Corporation Taxes	19,087,493.64	12,504,802.87	12,140,644.91	10,617,915.98
III. Excise Taxes—Other than Alcohol	7,815,033.87	7,202,317.40	5,526,143.29	5,769,917.85
IV. Alcohol Taxes and Licenses	12,678,022.76	11,757,416.95	8,559,120.85	5,521,679.53
V. Licenses Taxes—Other than Alcohol	1,893,141.45	2,193,209.89	1,932,449.49	1,819,913.59
VI. Departmental Fees, Sales and Rentals	144,279.90	132,236.08	111,340.66	93,895.88
VII. County and Court Costs	1,789,643.30	1,341,790.08	1,093,046.35	1,101,695.70
VIII. Miscellaneous Revenue	139,648.59	112,327.69	448,690.10	40,910.29
Total Revenue	$52,465,165.68	$42,970,473.71	$36,741,092.37	$31,330,270.45

GENERAL FUND

STATEMENT NO. 1: COMPARATIVE BALANCE SHEET

As of June 30, 1947 and June 30, 1946

Assets	**June 30, 1947**	**June 30, 1946**
Cash in Bank	$28,862,199.22	$16,013,597.29
Add—Emergency Expenditure Fund	.00	3,319,050.00
Total Cash	$28,862,199.22	$19,332,647.29
Deduct—Encumbrances Outstanding	2,631,571.06	1,383,491.22
Net Available Cash Balance	$26,230,628.16	$17,949,156.07*
Cold Check Cash	$ 25,000.00	$ 25,000.00
Petty Cash Advances	16,250.00	15,500.00
Cash in Closed Banks	6,562.40	6,562.40
Cold Checks in Suspense	.00	.00
Inventory of Ballot Paper	5,838.00	5,838.00
Totals	$26,284,278.56	$18,002,056.47
Liabilities, Reserves and Surplus		
Reserve for Petty Cash Advances	$ 16,250.00	$ 15,500.00
Reserve for Cash in Closed Banks	6,562.40	6,562.40
Surplus	26,261,466.16**	17,979,994.07
Totals	$26,284,278.56	$18,002,056.47

* Does not include Institutional Improvement Fund explained below.

** Subject to commitments by the 1946–48 budget act as follows:

Continuing Appropriations	$ 3,071,843.91
Escalator Clause	2,225,000.00
Total	$ 5,296,843.91

Special Institutional Improvment Fund		
Cash in Banks	$ 370,868.37	$ 112,223.45
Investments	2,715,000.00	4,515,000.00
Unexpended Appropriation	$ 3,085,868.37	$ 4,627,223.45
Contracts Outstanding	2,248,443.20	3,589,368.32
Unencumbered Balance (Schedule "A")	$ 837,425.17	$ 1,037,855.13

Schedule "A"

Unexpended Balance—Special Institutional Improvement Fund—Beginning of Year	$ 4,627,223.45	$ 5,952,624.15
Interest Earned on Investments	125,150.69	121,023.34
Appropriation Allotted	750,000.00	.00
Totals	$ 5,502,374.14	$ 6,073,647.49
Actual Expenditures	$ 2,416,505.77	$ 1,446,424.04
Unexpended Balance of Appropriation	$ 3,085,868.37	$ 4,627,223.45
Contracts Outstanding	2,248,443.20	3,589,368.32
Unencumbered Balance	$ 837,425.17	$ 1,037,855.13

GENERAL FUND

SCHEDULE B—SPECIAL INSTITUTIONAL IMPROVEMENT FUND

($5,300,000.00 Continuing appropriation with an additional appropriation of $725,000.00 in 1946 and an unexpended balance of $4,627,223.45 on July, 1946. There was an appropriation of $1,500,000.00 for 1946-1947 of which $750,000.00 was allotted)

	Contracts Outstanding (Balance Unpaid)	Expended July 1, 1945 to June 30, 1947	Total Charges to June 30, 1947
Institutions			
Western State Hospital	$ 86,016.83	$ 467,405.59	$ 553,422.42
Central State Hospital	73,900.76	666,155.67	740,056.43
Eastern State Hospital	180,204.59	251,483.35	431,687.94
Kentucky Training Home	50,211.11	261,239.55	311,450.66
Kentucky State Hospital	.00	313,142.77	313,142.77
Houses of Reform	34,882.08	381,635.79	416,517.87
Kentucky School for the Deaf	82,650.80	8,634.68	91,285.48
Kentucky Children's Home	25,613.94	163,375.48	188,989.42
Kentucky School for the Blind	.00	1,956.99	1,956.99
University of Kentucky	538,036.45	56,159.55	594,196.00
Hazelwood Sanatorium	60,746.58	249,083.30	309,829.88
State Tuberculosis Sanatoria Architicural, Engineering and Administrative Expenses	120,840.00	85,985.92	206,825.92
State Tuberculosis Sanatoria	196,902.50	234,641.18	431,543.68
London	200,335.91	215,951.06	416,286.97
Paris	219,018.72	183,642.23	402,660.95
Ashland	168,590.69	259,211.57	427,802.26
Madisonville	210,492.24	209,408.02	419,900.26
Glasgow	.00	28,355.28	28,355.28
General Administration	$ 2,248,443.20	$ 4,037,467.98	$ 6,285,911.18

GENERAL FUND

STATEMENT NO. 2: ANALYSIS OF CHANGES IN SURPLUS
Fiscal Years Ended June 30, 1947 and June 30, 1946

	Year Ended June 30, 1947	Year Ended June 30, 1946
Surplus—Beginning of Year	$17,979,994.07	$ 9,477,179.22
Encumbrances Cancelled during 90-Day Closing Period	2,087.47	213,854.52
Adjusted Surplus after Closing Period	$17,977,906.60	$ 9,691,033.74
Additions		
Prior Year Encumbrances Forwarded	$ 586,359.76	$ 726,684.79
Refunds of Prior Year Disbursements	3,374.23	4,406.64
Lapses of Money Transferred to Other Funds (Schedule "A")	49,387.10	36,730.87
Surplus Adjustments—Credits (Schedule "B")	36,041.23	5,704.36
Revenue Receipts	52,465,165.68	42,970,473.71
Total Additions	$53,140,328.00	$43,744,000.37
Deductions		
Disbursements Charged against Allotments	$41,458,947.38	$33,331,048.82
Encumbrances Including Reserve for Petty Cash	2,647,821.06	1,398,991.22
Appropriation for Special Institutional Improvement Fund	750,000.00	725,000.00
Total Deductions	$44,856,768.44	$35,455,040.04
Surplus at Close of Year	$26,261,466.16*	$17,979,994.07

* Subject to Commitments by the 1946-48 budget act as follows:

Continuing Appropriation	$ 3,071,843.91
Escalator Clause	2,225,000.00
Total	$ 5,296,843.91

Schedule "A" Lapses of Money Transferred to Other Funds		
Secretary of State—Process Agent	$ .00	$ 1,181.16
Secretary of State—Corporations	13.71	532.55
Auditor of Public Accounts—County Audits	158.98	853.45
Auditor of Public Accounts—Miscellaneous	3.70	66.00
Division of Duplication	.00	409.43
Fire Prevention and Rates	19,389.07	33,688.28
Welfare—Public Assistance	25,582.00	.....
Merit System	3,666.59	.....
Motor Transportation	573.05	.....
Totals	$ 49,387.10	$ 36,730.87

Schedule B—Surplus Credits		
Surplus Receipts	$ 13,842.09	$ 1,397.26
Salvage Sales	2,153.14	4,144.02
Sale of Real Estate	20,046.00	163.08
Total	$ 36,041.23	$ 5,704.36

GENERAL FUND

STATEMENT NO. 3: ANALYSIS OF CHANGE IN SURPLUS SHOWING BUDGETARY OPERATIONS

Fiscal Year Ended June 30, 1947

Surplus—Beginning of Year—July 1st		$17,979,994.07
Encumbrances Cancelled—During 90-day closing period		2,087.47
Adjusted Surplus after closing period		$17,977,906.60
Additions:		
Excess Revenue over Estimated Revenue:		
Revenue	$52,465,165.68	
Estimated Revenue	45,711,420.00	
Net Excess		$ 6,753,745.68
Excess Appropriations over Allotments:		
Appropriations—Current Year	$47,313,642.01	
Appropriations—Continued	595,779.51	
Total	$ 47,909,421.52	
Allotments	47,634,761.68	
Net Excess		$ 274,659.84
Excess Allotments over Charges:		
Allotments	$47,634,761.68	
Charges	44,856,768.44	
Net Excess		$ 2,777,993.24
Total		$27,784,305.36
Deductions:		
Excess Appropriations over Estimated Revenue:		
Appropriations	$47,909,421.52	
Estimated Revenue	45,711,420.00	
Net Excess		$ 2,198,001.52
Net Balance from Budgetary Operations		$25,586,303.84
Other Additions to Surplus:		
Refund of Prior Year Disbursements	$ 3,374.23	
Lapses from Other Funds (Sch. A, Statement No. 2)	49,387.10	
Surplus Credits (Sch. B, Statement No. 2)	36,041.23	
Prior Year Encumbrances Forwarded	586,359.76	
Total Other Addditions		$ 675,162.32
Surplus at End of Year		$26,261,466.16*
* Subject to commitments by the 1946-48 budget act as follows:		
Continuing Appropriations		$ 3,071,843.91
Escalator Clause		2,225,000.00
Total		$ 5,296,843.91

GENERAL FUND

STATEMENT NO. 4: STATEMENT OF CASH (SOURCE AND APPLICATION)

Fiscal Year Ended June 30, 1947

Free Cash Balance—Beginning of Year		$19,332,647.29
Additions		
Revenue	$52,465,165.68	
Refunds of Prior Year Disbursements	3,374.23	
Lapses of Revolving Funds	49,387.10	
Surplus Credits	36,041.23	
Total Additions		$52,553,968.24
Total to be Accounted for		$71,886,615.53
Deductions		
Net disbursements	$42,274,416.31	
Appropriation Allotment — Special Institutional Improvement Fund	750,000.00	
Total Deductions		$43,024,416.31
Balance		$28,862,199.22
Deduct—Encumbrances Outstanding		2,631,571.06
Free Cash Balance—Close of Year		$26,230,628.16

Note: The Special Institutional Improvement Fund cash is accounted for in Schedule A, Statement No. 1.

GENERAL FUND

STATEMENT NO. 5: CONDENSED STATEMENT OF RECEIPTS COMPARED WITH BUDGET ESTIMATES AND WITH PRECEDING YEAR RECEIPTS

Fiscal Year Ended June 30, 1947

	SOURCE	Total Receipts Fiscal Year	*Excess of Receipts Over Budget Estimates or Deficiency	Increase of Receipts Over Preceding Year or Decrease*
I.	Property and Inheritance Taxes	$ 8,917,902.17	$ 31,097.83	$ 1,191,529.42
II.	Income and Special Corporation Taxes	19,087,493.64	5,632,493.64*	6,582,690.77
III.	Excise Taxes—Other than Alcohol	7,815,033.87	124,966.13	612,716.47
IV.	Alcohol Taxes and Licenses	12,678,022.76	451,022.76*	920,605.81
V.	Licenses and License Taxes—Other than Alcohol	1,893,141.45	100,141.45*	300,068.44*
VI.	Departmental Fees, Sales and Rentals	144,279.90	12,609.90*	12,043.82
VII.	County and Court Costs	1,789,643.30	693,893.30*	447,853.22
VIII.	Miscellaneous Revenue	139,648.59	19,648.59*	27,320.90
	Total Revenue Receipts	$52,465,165.68	$ 6,753,745.68*	$ 9,494,691.97
	Total Non-Revenue Receipts (Less Bank Transfers)	376,050.24	.....	17,779.41
	GRAND TOTALS	$52,841,215.92	$	$ 9,476,912.56

GENERAL FUND
STATEMENT NO. 6: DETAILED STATEMENT OF RECEIPTS
COMPARED WITH BUDGET ESTIMATES AND WITH PRECEDING YEAR RECEIPTS
Fiscal Year Ended June 30, 1947

Acct. No.	SOURCE	Total Receipts Fiscal Year	*Excess of Receipts Over Budget Estimates or Deficiency	Increase of Receipts Over Preceding Year or Decrease*
I.	**Property and Inheritance Taxes**			
1.	Real Property Taxes	$ 670,895.59	$ 4,104.41	$ 5,594.87
2.	Tangible Personal Property Taxes	1,557,751.18	57,751.18*	31,258.57
3.	Intangible Personal Property Taxes	2,949,751.06	50,248.94	404,299.30
4.	Tax on Bank Deposits	979,700.30	299.70	143,031.67
5.	Tax on Exchange Accounts	42,713.64	1,286.36	6,116.57*
11.	Omitted Assessments and Back Tax Judgments	301,887.33	68,112.67	10,213.65
12.	Omitted Penalties (General Fund Portion of 20% Penalty)	6,775.25	1,775.25*	6,328.97*
13.	Delinquent Taxes (Sheriff Revenue)	21,518.80	3,481.20	1,436.44
21.	Inheritance and Estate Taxes	2,386,909.02	36,909.02*	608,140.46
	Totals	$ 8,917,902.17	$ 31,097.83	$ 1,191,529.42
II.	**Income and Special Corporation Taxes**			
51.	Personal Income Taxes	$ 6,781,290.22	$ 781,290.22*	$ 1,264,461.32
52.	Corporation Income Taxes	5,502,808.77	2,002,808.77*	1,660,055.70
61.	Tax on Building and Loan Associations	136,271.24	16,271.24*	8,509.52
62.	Tax on Foreign Life and Fire Insurance Co.	1,973,043.88	126,956.12	341,835.91
71.	Tax on Franchise Corps. Real Property	100,765.55	10,765.55*	11,641.84
72.	Tax on Franchise Corps. Tangible Personal Property	1,022,163.19	272,163.19*	382,261.46
73.	Tax on Franchise Corps. Franchise Tax	3,453,618.60	2,578,618.60*	2,837,127.69
75.	Tax on Insurance Carriers—Workmen's Compensation	86,866.71	86,866.71*	86,866.71
81.	Corporation Organization Tax	30,665.48	10,665.48*	10,069.38*
	Totals	$19,087,493.64	$ 5,632,493.64*	$ 6,582,690.77

STATEMENT NO. 6—Continued

SOURCE	Total Receipts Fiscal Year	*Excess of Receipts Over Budget Estimates or Deficiency	Increase of Receipts Over Preceding Year or Decrease*
III. Excise Taxes—Other than Alcohol			
101. Oil Production Tax	$ 92,137.41	$ 7,137.41*	$ 12,030.00
102. Motor Vehicle Usage Tax	.....	.....	207,492.17*
111. Tax on Utility Receipts—Electricity	713,468.02	23,468.02*	64,709.52
112. Tax on Utility Receipts—Gas	348,835.73	38,835.73*	75,648.32
113. Tax on Utility Receipts—Telegraph	8,382.88	1,617.12	5,902.34
114. Tax on Utility Receipts—Telephone	433,686.85	8,686.85*	44,054.20
115. Tax on Utility Receipts—Water	244,185.22	29,185.22*	8,772.35
121. Cigarette Tax	4,389,821.56	110,178.44	530,713.29
126. Amusement Tax	1,486,901.90	113,098.10	117,235.48
127. Tax on Race Track Admissions	95,566.35	4,433.65	2,106.45
128. Tax on Bank Night Awards	2,047.95	2,952.05	40,963.18*
141. Gross Receipts Tax (Prior Year)	.....	.....	.13*
Totals	$ 7,815,033.87	$ 124,966.13	$ 612,716.47
IV. Alcohol Taxes and Licenses			
151. Production Tax on Distilled Spirits	$ 4,798,969.23	$ 1,298,969.23*	$ 1,261,960.86
152. Importer's Tax	1,027,022.90	72,977.10	68,627.00
153. Tax on Spirits Withdrawn from Bonded Warehouses	610,224.70	85,224.70*	137,681.36
160. Tax on Case of Distilled Spirits	64,046.53	5,953.47	980.23*
161. Tax on Sale of Beer	1,717,579.82	17,579.82*	163,521.00
162. Tax on Sale of Wine	106,841.02	68,158.98	9,444.43*
163. Tax on Sale of Distilled Spirits	3,816,021.22	683,978.78	569,721.48*
171. Manufacturer's Permits	33,833.28	11,166.72	9,375.13*
172. Rectifier's Permits	22,375.00	27,625.00	28,875.00*
173. Wholesalers' Permits	37,633.34	1,633.34*	3,116.66*
174. Permits of Hotels, Restaurants and Clubs	190,665.20	44,334.80	40,736.90*
175. Dispenser's Permits	163,719.24	16,280.76	20,834.66*
177. Vintner's Permits	1,958.34	41.66	541.66*

178. Transport Licenses—Distilled Spirits and Wines	681.66	318.34	524.34*
180. Special Licenses—Distilled Spirits and Wines	1,570.67	2,429.33	2,076.58*
181. R. R. System Licenses	2,500.00	500.00*	450.00
182. Brewer's Licenses	4,000.00	2,000.00	2,005.00*
183. Distributor's Licenses—Malt Beverages	8,631.76	6,868.24	5,082.55*
184. Beer Retailer's Licenses	69,363.63	10,636.37	17,760.48*
186. Beer Transporter's Licenses	301.22	101.22*	78.28*
187. Special Temporary Licenses	149.00	49.00*	326.03*
188. Beer Storage Licenses	(—) 65.00	265.00	155.00*
Totals	$12,678,022.76	$ 451,022.76*	$ 920,605.81
V. Licenses and License Taxes—Other than Alcohol			
201. Corporation Licenses	$ 659,745.15	$ 109,745.15*	$ 137,354.32
202. Store License Tax	2,020.61	20.61*	131,051.42*
210. Occupational Licenses—Carnivals, Circuses and Fairs	21,394.74	9,394.74*	1,694.74
211. Occupational Licenses—General	425,875.75	875.75*	55,698.16
212. Small Loan Company Licenses	1,500.00	500.00*	625.00
213. Insurance Agent's License (75% to General Fund)	70,050.00	10,050.00*	8,233.50
214. Security Dealer's Licenses	5,500.00	500.00*	.....
215. Security Salesmen's Licenses	2,685.00	1,885.00*	1,765.00
216. Certification of Compliance—Ins. Cos. (75% to Gen. Fund)	4,798.75	798.75*	1,445.75*
217. Foreign Insurance Agent's Licenses	8,587.00	587.00*	780.00
222. Race Track Licenses	116,000.00	9,000.00	6,000.00*
232. Driver's Licenses (80% to General Fund)	.....	.....	429,100.05*
233. Employment Agency Licenses	275.00	75.00*	.....
241. Tax on Legal Processes—Clerk, Court of Appeals	1,351.50	48.50	348.50
242. Tax on Legal Processes—Circuit Clerk	22,976.50	1,023.50	2,421.68
243. Tax on Legal Processes—County Clerks	549,812.45	24,187.55	58,450.63
244. Tax on Legal Processes—Land Office	565.50	34.50	163.75
245. Tax on Legal Processes—Inferior Court	3.50	3.50*	6.50*
Totals	$ 1,893,141.45	$ 100,141.45*	$ 300,068.44*
VI. Departmental Fees, Sales and Rentals			
301. Clerk of Court of Appeals—Misc. Fees	$ 7,282.78	$ 182.78*	$ 321.68
302. Sec'y of State—Process Agents Fees	2,637.00	5,413.00	5,600.00*

STATEMENT NO. 6—Continued

SOURCE	Total Receipts Fiscal Year	*Excess of Receipts Over Budget Estimates or Deficiency	Increase of Receipts Over Preceding Year or Decrease*
303. Sec'y of State—Miscellaneous Fees	9,685.39	214.61	285.64*
304. Sec'y of State—Corporation Fees	14,215.15	8,215.15*	7,806.35
308. Statute Revision Committee—Sale of Revised Statutes	11,394.27	2,994.27*	2,816.87
316. Department of Revenue—Misc. Receipts	1,166.65	216.65*	184.06
318. Military Mis. Fees and Rentals	300.00	300.00*	300.00
321. Department of Agriculture—Registration of Farm Names	7.00	13.00	15.00*
322. Livestock Sanitary Board—Misc. Receipts	650.00	300.00*	300.00
323. Welfare Department—Misc. Receipts	87.50	87.50*	87.50
331. Department of Education—Certification	14,769.59	769.59*	622.76
333. Department of Education—Textbook Sales	2,455.25	955.25*	792.19
336. Department of Library and Archives—Sale of Reports	3,101.75	1,601.75*	1,468.00
341. Division of Athletic Control—Fees	8,334.16	1,434.16*	1,594.19
342. Division of Banking—Bank Examination Fees	42,606.00	1,394.00	788.00*
343. Division of Banking—Small Loan Exam. Fees	500.00	100.00*	100.00
344. Division of Banking—Misc. Receipts	394.00	44.00*	63.00
347. Division of Insurance—Dry Cleaning Exam. Fees	1,144.17	1,144.17*	1,144.17
348. Division of Insurance—Other Misc. Fees (75% to Gen. Fund)	1,367.10	32.90	51.15*
349. Division of Insurance—Annual Statement Fees	12,061.25	311.25*	218.75
351. Division of Securities—Security Registration Fees	10,120.89	1,020.89*	964.09
Totals	$ 144,279.90	$ 12,609.90*	$ 12,043.82
VII. County and Court Fees			
505. Jefferson County—Circuit Clerk	$	$	$ 56,438.87*
506. Jefferson County—Circuit Clerk—New	114,110.35	29,110.35*	71,563.07
515. Jefferson County—County Court Clerk			126,785.96*
516. Jefferson County—County Court Clerk—New	287,610.71	79,110.71*	170,914.09
520. Jefferson County—Jailer			73,422.90*
521. Jefferson County—Jailer—New	170,475.99	49,475.99*	111,397.34

530.	Jefferson County—Sheriff			179,008.92*
531.	Jefferson County—Sheriff—New	253,467.60	51,967.60*	244,190.50
535.	Kenton County—Circuit Clerk			13,440.72*
536.	Kenton County—Circuit Clerk—New	24,457.85	5,957.85*	14,538.38
540.	Jefferson County—Tax Collector	3,897.48	3,897.48*	14,845.08*
541.	Kenton County—Jailer	11,699.20	1,100.80	7,423.65
560.	Kenton County—County Court Clerk			31,465.90*
561.	Kenton County—County Court Clerk—New	67,365.38	12,715.38*	39,465.43
570.	Kenton County—Jailer	$	$	$ 5,900.15*
571.	Fines and Forfeitures	824,739.53	464,739.53*	294,368.64
580.	Kenton County—Sheriff			21,745.20*
581.	Kenton County—Sheriff—New	31,449.43	1,550.57	29,716.88
590.	Kenton County—Tax Collector (Old and New)			12,833.69*
591.	Penalty and Interest Charged County Officials	369.78	430.22	162.63
	Totals	$ 1,789,643.30	$ 693,893.30*	$ 447,853.22
VIII.	**Miscellaneous Revenue**			
711.	Escheats	$ 15,065.68	$ 4,934.32	$ 6,869.00*
715.	Process from Confiscated Alcoholic Beverages	9,750.50	9,750.50*	11,176.07*
720.	State Portion of T. V. A. (Gross Proceeds)	112,704.44	12,704.44*	47,007.57
725.	Alcoholic Beverages License Suspension Fees	1,657.50	1,657.50*	1,767.50*
730.	Federal Housing Authority	470.47	470.47*	125.90
	Totals	$ 139,648.59	$ 19,648.59*	$ 27,320.90
Non-Revenue Receipts				
911.	Refund of Advances for Trustee Jury Fund—Current Year	$ 161,320.01	$	$ 14,865.51*
912.	Refund of Advances for Trustee Jury Fund—Prior Year	19,539.08		5,941.44*
920.	Refunds Credit to Preceding Year Disb.—(90-Day Period)	2,880.56		1,432.96*
921.	Refunds of Prior Year Disbursements	3,374.23		1,032.41*
922.	Refund of Current Year Disbursements	59,222.67		7,097.74*
930.	Petty Cash Repayments—Current Year			191.02*
931.	Petty Cash Repayments—Prior Year	3,716.06		682.87
932.	Non-Revenue Inter-Deposit by Transfers to Prin. Depository	27,982.44		27,973.44
933.	Inter-Depository Transfers to Other Depositories	28,224,603.00		16,019,024.68
941.	Cold Checks	40,569.30		4,664.52

STATEMENT NO. 6—Continued

SOURCE	Total Receipts Fiscal Year	*Excess of Receipts Over Budget Estimates or Deficiency	Increase of Receipts Over Preceding Year or Decrease*
954. Surplus Adjustments—Insurance	$ 13,842.09	$	$ 12,444.83
957. Lapse of Revolving Fund—Unexpended	49,387.10		12,656.23
958. Civil Defense—Salvage Sale of Old Equipment	2,153.14		1,990.88*
959. Sale of Real Estate	20,046.00		19,882.92
Totals	$28,628,635.68	$	$16,064,777.53
Deduct Bank Transfers	28,252,585.44		16,046,998.12
Net Totals	$ 376,050.24	$	$ 17,779.41

STATEMENT NO. 7

CONDENSED STATEMENT OF APPROPRIATIONS, ALLOTMENTS AND EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 1947 INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPTEMBER 30, 1947

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Legislative	$ 43,007.70	$ 43,007.70	$ 21,125.22	$ 21,882.48
Judiciary and Court Costs	2,432,360.78	2,432,360.78	2,033,304.63	399,056.15
Governor	55,600.00	55,600.00	31,282.97	24,317.03
Governor—Special Appropriations	1,128,265.07	1,128,265.07	516,060.72	612,204.35
Department of State	24,200.00	24,200.00	24,118.14	81.86
Department of Law	77,640.27	77,640.27	73,077.45	4,562.82
Department of Treasury	42,100.00	42,100.00	38,299.58	3,800.42
Auditor of Public Accounts	42,208.05	42,208.05	42,203.94	4.11
Department of Finance	339,280.90	339,280.90	311,395.22	27,885.68
Other Finance Department Allotments	507,938.11	507,938.11	296,480.64	211,457.47
Department of Revenue	431,186.02	431,186.02	383,092.98	48,093.04
Other Revenue Activities	555,000.00	555,000.00	554,147.02	852.98
State Board of Election Commissioners	163,250.00	163,250.00	157,565.59	5,684.41
Conservation	737,682.15	737,682.15	331,943.28	405,738.87
Military Department	347,372.50	347,372.50	206,678.81	140,693.69
Department of Agriculture	47,500.00	47,500.00	47,285.42	214.58
State Board of Agriculture	50,000.00	50,000.00	43,485.06	6,514.94
State Fair Board	59,750.00	59,750.00	40,421.63	19,328.37
Soil Conservation Committee	5,634.69	5,634.69	3,794.26	1,840.43
Department of Health	2,642,615.86	2,642,615.86	1,859,060.29	783,555.57
Department of Welfare—Institutional	3,712,102.34	3,712,102.34	3,625,897.73	86,204.61
Department of Welfare—Public Assistance	5,387,459.23	5,387,459.23	5,323,349.11	64,110.12
Department of Welfare—Special Appropriations	88,000.00	88,000.00	76,753.54	11,246.46
Department of Education	167,827.68	167,827.68	162,435.23	5,392.45

STATEMENT NO. 7—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Common Schools	$19,962,163.53	$19,962,163.53	$19,960,537.83	$ 1,625.70
Vocational Education	375,438.00	375,438.00	373,095.75	2,342.25
Higher Education for Negroes	745,508.20	745,508.20	458,057.06	287,451.14
Schools for the Blind and Deaf	521,598.66	521,598.66	288,670.09	232,928.57
Vocational Training Schools	75,000.00	75,000.00	73,455.57	1,544.43
University of Kentucky	2,724,481.31	2,724,481.31	2,203,880.03	520,601.28
State Teachers' Colleges	1,951,513.50	1,951,513.50	1,428,682.29	522,831.21
Library and Archives	85,757.31	85,757.31	60,271.03	25,486.28
Department of Business Regulations	97,164,17	97,164.17	95,718.72	1,445.45
Department of Industrial Relations	43,004.60	43,004.60	39,660.62	3,343.98
Department of Mines and Minerals	226,839.23	226,839.23	225,361.23	1,478.00
Railroad Commission	33,000.00	33,000.00	26,383.10	6,616.90
Allotments not Otherwise Classified	1,367,907.32	1,367,907.32	1,294,474.24	73,433.08
Jefferson County Fees	754,332.20	754,332.20	630,680.18	123,652.02
Kenton County Fees	142,940.49	142,940.49	124,920.76	18,019.73
Totals	$48,194,629.87	$48,194,629.87	$43,487,106.96	$ 4,707,522.91
Deduct: Encumbrances Forwarded			$ 916,770.31	
Balance of County Fees			755,600.94	
Total Deductions				1,672,371.25
Net Unexpended Balance				$ 3,035,151.66

STATEMENT NO. 8
GENERAL FUND
DETAILED STATEMENT OF APPROPRIATIONS, ALLOTMENTS AND EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 1947 INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPT. 30, 1947

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Legislative				
10. Legislative Session	$ 20,000.00	$ 20,000.00	$ 14,564.56	$ 5,435.44
18. Legislative Session—Con't Appro.	15,574.20	15,574.20	.....	15,574.20
30. Lieutenant Governor	2,400.00	2,400.00	1,527.16	872.84
38. Lieutenant Governor—Con't Appro.	33.50	33.50	33.50	.....
50. Council of State Government	5,000.00	5,000.00	5,000.00	.....
Totals	$ 43,007.70	$ 43,007.70	$ 21,125.22	$ 21,882.48
Judiciary and Court Costs				
90. Board of Bar Examiners	$ 3,000.00	$ 3,000.00	$ 2,209.35	$ 790.65
100. Court of Appeals	43,250.00	43,250.00	43,248.63	1.37
108. Court of Appeals—Con't Appro.	4,560.78	4,560.78	4,560.78	.....
110. Clerk of Court of Appeals	17,500.00	17,500.00	16,959.18	540.82
120. Judicial Council	1,050.00	1,050.00	924.58	125.42
132. Clerk's Service	125,000.00	125,000.00	95,424.86	29,575.14
142. Criminal Prosecutions	421,000.00	421,000.00	354,833.12	66,166.88
162. Jury Commissioners $1,625,000.00	4,000.00	4,000.00	3,396.00	604.00
172. Trustee Jury Fund	455,000.00	455,000.00	431,591.37	23,408.63
182. Fines and Forfeitures	620,000.00	620,000.00	615,973.04	4,026.96
150. Salaries—Judges and Com'th Attys.	290,000.00	290,000.00	278,558.00	11,442.00
192. Return of Escaped Convicts	8,000.00	8,000.00	7,999.03	.97
196. County Patrols—Sheriff	140,000.00	140,000.00	131,605.68	8,394.32

STATEMENT NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
199. Judiciary Bldg.	300,000.00	300,000.00	46,021.01	253,978.99
Totals	$ 2,432,360.78	$ 2,432,360.78	$ 2,033,304.63	$ 399,056.15
Governor				
(1) Regular Accounts				
200. Governor	$ 23,500.00	$ 23,500.00	$ 22,170.15	$ 1,329.85
210. Executive Cabinet	4,000.00	4,000.00	3,112.82	887.18
220. Contingent Fund	6,000.00	6,000.00	6,000.00	.....
230. Governor General Emergency Fund	22,100.00	22,100.00	.....	22,100.00
Totals	$ 55,600.00	$ 55,600.00	$ 31,282.97	$ 24,317.03
(2) Special Accounts				
260. Repairs and Capital Outlay	$ 1,000,000.00	$ 1,000,000.00	$ 407,233.13	$ 592,766.87
268. Repairs and Capital Outlay—Con't Appro.	75,310.82	75,310.82	58,574.32	16,736.50
278. Equipment—Welfare—Inst. Con't Appro.	52,954.25	52,954.25	50,253.27	2,700.98
Totals	$ 1,128,265.07	$ 1,128,265.07	$ 516,060.72	$ 612,204.35
Department of State				
300. Secretary of State	$ 21,319.00	$ 21,319.00	$ 21,282.14	$ 36.86
310. Land Office	1,200.00	1,200.00	1,155.00	45.00
320. Absentee Voting Law	1,681.00	1,681.00	1,681.00	.....
Totals	$ 24,200.00	$ 24,200.00	$ 24,118.14	$ 81.86
Department of Law				
350. Attorney General	$ 46,000.00	$ 46,000.00	$ 42,916.33	$ 3,083.67

358. Attorney General—Con't. Appro.	340.27	340.27	325.27	15.00
360. Cost of Suits	2,000.00	2,000.00	679.45	1,320.55
370. Statute Revision Committee	29,300.00	29,300.00	29,156.40	143.60
Totals	$ 77,640.27	$ 77,640.27	$ 73,077.45	$ 4,562.82
Department of Treasury				
400. State Treasury	$ 37,500.00	$ 37,500.00	$ 37,014.58	$ 485.42
410. Custodian of Securities	600.00	600.00	600.00	.....
420. Treasurer—Capital Outlay	4,000.00	4,000.00	685.00	3,315.00
Totals	$ 42,100.00	$ 42,100.00	$ 38,299.58	$ 3,800.42
Auditor of Public Accounts				
450. Auditor of Public Accounts	$ 41,950.00	$ 41,950.00	$ 41,945.89	$ 4.11
458. Auditor of Public Accounts—Con't Appro.	258.05	258.05	258.05	.....
Totals	$ 42,208.05	$ 42,208.05	$ 42,203.94	$ 4.11
Department of Finance				
500. Office of Commissioner	$ 13,000.00	$ 13,000.00	$ 12,605.68	$ 394.32
510. Division of Budget	17,500.00	17,500.00	16,958.55	541.45
520. Division of Personnel Efficiency	20,600.00	20,600.00	20,368.34	231.66
528. Division of Personnel Efficiency—Con't Appro.	734.38	734.38	734.38	.....
530. Division of Accounts and Control	50,850.00	50,850.00	49,640.32	1,209.68
538. Division of Accounts and Control—Con't Appro.	1,775.10	1,775.10	1,775.10	.....
550. Division of Purchases	51,550.00	51,550.00	51,386.27	163.73
558. Division of Purchases—Con't Appro.	651.05	651.05	593.73	57.32
560. Personnel—Merit System	2,000.00	2,000.00	2,000.00	.....
570. Division of Public Properties	168,000.00	168,000.00	144,823.31	23,176.69
578. Division of Public Properties—Con't Appro.	12,620.37	12,620.37	10,509.54	2,110.83
Totals	$ 339,280.90	$ 339,280.90	$ 311,395.22	$ 27,885.68

STATEMENT NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Other Finance Appropriations				
590. Public Printing	$ 15,000.00	$ 15,000.00	$ 14,494.29	$ 505.71
598. Public Printing—Con't Appro.	30.30	30.30	.....	30.30
600. Public Record Books	64,500.00	64,500.00	57,731.03	6,768.97
610. Registration Books and Supplies	250.00	250.00	.....	250.00
620. Paper Ballots	10,000.00	10,000.00	343.81	9,656.19
630. Paper Revolving	20,000.00	20,000.00	(—) 4,980.42	24,980.42
638. Paper—Con't Appro.	12,828.29	12,828.29	11,759.38	1,068.91
640. Postage—Revolving	8,000.00	8,000.00	(—) 207.44	8,207.44
655. Confederate Pensions	75,000.00	75,000.00	55,171.00	19,829.00
670. New Lands and Bldgs.—Gen.	189,500.00	189,500.00	94,289.13	95,210.87
678. New Lands and Bldgs.—Con't Appro.	112,829.52	112,829.52	67,879.86	44,949.66
Totals	$ 507,938.11	$ 507,938.11	$ 296,480.64	$ 211,457.47
Department of Revenue				
700–7. Office of the Commissioner	$ 45,550.00	$ 45,550.00	$ 35,088.42	$ 10,461.58
710. Division of Property Taxation	33,700.00	33,700.00	23,422.84	10,277.16
720. Division of Income Taxation	71,050.00	71,050.00	56,110.81	14,939.19
728. Division of Income—Con't Appro.	220.40	220.40	220.40	.....
730. Excise Taxes	56,350.00	56,350.00	55,159.22	1,190.78
740. Service Division	190,400.00	190,400.00	182,859.09	7,540.91
748. Service Division—Con't Appro.	5,957.67	5,957.67	5,649.86	307.81
750. Research and Statistics	13,050.00	13,050.00	10,898.19	2,151.81
758. Research and Statistics—Con't Appro.	7.95	7.95	7.85	.10
770. Division of Local Relations	14,900.00	14,900.00	13,676.30	1,223.70
Totals	$ 431,186.02	$ 431,186.02	$ 383,092.98	$ 48,093.04

Other Revenue Activities				
802. County Tax Commissioner	$ 530,000.00	$ 530,000.00	$ 529,420.52	$ 579.48
812. County Board of Supervisions	25,000.00	25,000.00	24,726.50	273.50
Totals	$ 555,000.00	$ 555,000.00	$ 554,147.02	$ 852.98
State Board of Election Commissioners				
850. Board of Election Commissioners	$ 750.00	$ 750.00	$ 689.57	$ 60.43
870. Board of Purgation and Registration	$ 500.00	$ 500.00	$ 420.00	$ 80.00
880. County Election Cost—States Share	162,000.00	162,000.00	156,456.02	5,543.98
Totals	$ 163,250.00	$ 163,250.00	$ 157,565.59	$ 5,684.41
Conservation				
960. Soil and Water Resources	$ 25,000.00	$ 25,000.00	$ 24,354.47	$ 645.53
970. Recreation	18,000.00	18,000.00	16,046.63	1,953.37
1000-7. Office of Commissioner	457,500.00	457,500.00	67,944.65	389,555.35
1008. Conservation—Con't Appro.	3,072.80	3,072.80	1,447.06	1,625.74
1010. Division of State Parks	34,000.00	34,000.00	33,998.77	1.23
1020. Division of Forestry	75,000.00	75,000.00	75,000.00	.....
1030. Division of Publicity	25,000.00	25,000.00	23,801.86	1,198.14
1038. Division of Publicity	109.35	109.35	109.35	.....
1047. Cumberland Gap National Park	100,000.00	100,000.00	89,240.49	10,759.51
Totals	$ 737,682.15	$ 737,682.15	$ 331,943.28	$ 405,738.87
Military Department				
1050. Office of Adjutant General	$ 20,000.00	$ 20,000.00	$ 18,004.81	$ 1,995.19
1060. Veterans Division	100,000.00	100,000.00	61,346.82	38,653.18
1070. Division of Armories	42,000.00	42,000.00	38,205.59	3,794.41
1078. Division of Armories—Con't Appro.	372.50	372.50	.....	372.50
1077. Military Affairs for Armories	100,000.00	100,000.00	8,672.95	91,327.05
1080. Kentucky Active Militia	35,000.00	35,000.00	31,118.87	3,881.13
1087. Kentucky Aviation Board	50,000.00	50,000.00	49,329.77	670.23
Totals	$ 347,372.50	$ 347,372.50	$ 206,678.81	$ 140,693.69

STATEMENT NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Department of Agriculture				
1100. Salaries and Clerical Expenses	$ 47,500.00	$ 47,500.00	$ 47,285.42	$ 214.58
State Board of Agriculture				
1200. Per Diem Expenses	$ 20,000.00	$ 20,000.00	$ 19,864.61	$ 135.39
1240. Bangs Disease	25,000.00	25,000.00	18,620.45	6,379.55
1290. Boys and Girls Club	5,000.00	5,000.00	5,000.00	.....
Totals	$ 50,000.00	$ 50,000.00	$ 43,485.06	$ 6,514.94
State Fair Board				
1270. Kentucky State Fair—Premium	$ 45,000.00	$ 45,000.00	$ 39,908.99	$ 5,091.01
1287. M. & M. Bldg.—(Bond Retirement)	14,000.00	14,000.00	.....	14,000.00
1300. State Fair Board	750.00	750.00	512.64	237.36
Totals	$ 59,750.00	$ 59,750.00	$ 40,421.63	$ 19,328.37
Soil Conservation Committee				
1350. Soil Conservation Committee	$ 5,000.00	$ 5,000.00	$ 3,597.78	$ 1,402.22
1358. Soil Conservation Committee—Con't Appro	634.69	634.69	196.48	438.21
Totals	$ 5,634.69	$ 5,634.69	$ 3,794.26	$ 1,840.43
Department of Health				
1400. Health—General	$ 175,000.00	$ 175,000.00	$ 175,000.00	.....
1408. Health—General—Con't Appro.	21.00	21.00	21.00	.....
1410. Prevention of Blindness	3,500.00	3,500.00	3,430.15	69.85
1440. County Health	375,000.00	375,000.00	375,000.00	.....
1441. Colored Red Cross Hospital	4,000.00	4,000.00	4,000.00	.....

1444.	Cancer Control	25,000.00	25,000.00	25,000.00	.....
1445.	Julius Marks Sanatorium	20,000.00	20,000.00	12,727.00	7,273.00
1450.	Kenton County T. B. Sanatorium	10,000.00	10,000.00	10,000.00	.....
1455.	Warren County T. B. Sanatorium	10,000.00	10,000.00	10,000.00	.....
1469.	Tuberculosis Sanatorium—Con't Appro	1,500,000.00	1,500,000.00	750,000.00	750,000.00
1470.	Hazelwood Sanatorium	300,000.00	300,000.00	275,559.95	24,440.05
1478.	Hazelwood Sanatorium—Con't Appro	66,515.86	66,515.86	65,238.19	1,277.67
1487.	Hazelwood Int. on Bonds	$ 3,500.00	$ 3,500.00	$ 3,005.00	$ 495.00
1490.	Kentucky Crippled Children	150,000.00	150,000.00	150,000.00	.....
1498.	Kentucky Crippled Children—Con't Appro	79.00	79.00	79.00	.....
	Totals	$ 2,642,615.86	$ 2,642,615.86	$ 1,859,060.29	$ 783.555.57
	Department of Welfare				
	I. Institutional				
	A. Administration				
1510.	Office of the Commissioner—Inst.	$ 5,001.00	$ 5,001.00	$ 5,000.06	$ .94
1530.	Fiscal Control and Management—Inst.	54,099.00	54,099.00	53,410.27	688.73
1538.	Fiscal Control and Management—Con't Appro	684.41	684.41	476.84	207.57
	Totals	$ 59,784.41	$ 59,784.41	$ 58,887.17	$ 897.24
	B. Hospitals and Mental Hygiene				
1550.	Directors Office	$ 28,186.00	$ 28,186.00	$ 28,243.39	(—) 57.39
1560.	Eastern State Hospital	471,226.25	471,226.25	465,695.62	5,530.63
1568.	Eastern State Hospital—Con't Appro	12,916.64	12,916.64	9,083.10	3,833.54
1570.	Central State Hospital	504,595.00	504,595.00	501,106.77	3,488.23
1578.	Central State Hospital—Con't Appro	11,992.66	11,992.66	8,430.48	3,562.18
1580.	Western State Hospital	460,692.84	460,692.84	456,005.64	4,687.20
1588.	Western State Hospital—Con't Appro	8,443.13	8,443.13	6,559.82	1,883.31
1590.	Kentucky Training Home	248,534.00	248,534.00	244,920.82	3,613.18
1598.	Kentucky Training Home—Con't Appro	3,877.95	3,877.95	3,627.62	250.33
1620.	Kentucky State Hospital	496,284.91	496,284.91	492,710.39	3,574.52
1628.	Kentucky State Hospital—Con't Appro	37,006.94	37,006.94	32,826.51	4,180.43
	Totals	$ 2,283,756.32	$ 2,283,756.32	$ 2,249,210.16	$ 34,546.16

STATEMENT NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
C. Division of Corrections				
1650. Directors Office	$ 105,900.00	$ 105,900.00	$ 105,593.94	$ 306.06
1660. Houses of Reform	184,825.00	184,825.00	181,834.87	2,990.13
1668. Houses of Reform—Con't Appro	6,653.39	6,653.39	1,359.74	5,293.65
1670. Reformatory	493,445.00	493,445.00	487,388.48	6,056.52
1678. Reformatory—Con't Appro.	18,883.30	18,883.30	14,518.83	4,364.47
1680. Penitentiary	307,690.00	307,690.00	280,971.40	26,718.60
1688. Penitentiary—Con't Appro.	22,735.04	22,735.04	20,011.99	2,723.05
1690. Women's Prison	40,185.00	40,185.00	39,637.49	547.51
1698. Women's Prison—Con't Appro	444.15	444.15	201.60	242.55
Totals	$ 1,180,760.88	$ 1,180,760.88	$ 1,131,518.34	$ 49,242.54
D. Kentucky Children's Home Society and Engineering				
1640. Engineering and Construction	$ 75,300.00	$ 75,300.00	$ 74,811.98	$ 488.02
1730. Operation and Maintenance	112,080.97	112,080.97	111,050.32	1,030.65
1648. Engineering and Construction—Con't Appro	419.76	419.76	419.76	.....
Totals	$ 187,800.73	$ 187,800.73	$ 186,282.06	$ 1,518.67
Total—Institutional	$ 3,712,102.34	$ 3,712,102.34	$ 3,625,897.73	$ 86,204.61
II. Division of Public Assistance				
A. Administration				
1500. Office of Commissioner—Soc. Sec	$ 4,200.00	$ 4,200.00	$ 3,449.76	$ 750.24
1520. Fiscal Control and Management	67,000.00	67,000.00	47,435.64	19,564.36
1528. Fiscal Control and Management—Con't Appro	36,559.15	36,559.15	24,930.60	11,628.55
Totals	$ 107,759.15	$ 107,759.15	$ 75,816.00	$ 31,943.15

B. Child Welfare				
1720. Directors Office	$ 76,800.00	$ 76,800.00	$ 75,572.92	$ 1,227.08
C. Public Assistance				
1760. Director's Office	$ 47,200.00	$ 47,200.00	$ 43,790.31	$ 3,409.69
1775. Old Age Assistance Payments	3,291,500.00	3,291,500.00	3,291,499.75	.25
1785. Aid to the Blind	128,500.00	128,500.00	128,499.95	.05
1790. Benefits for Dependent Children	$ 54,400.00	$ 54,400.00	$ 54,172.04	$ 227.96
1795. Aid to Dependent Children	1,387,500.00	1,387,500.00	1,387,499.09	.91
1798. Aid to Dependent Children—Con't Appro	900.08	900.08	721.22	178.86
Totals	$ 4,910,000.08	$ 4,910,000.08	$ 4,906,182.36	$ 3,817.72
D. Field Operations				
1820. Field Operations	$ 292,900.00	$ 292,900.00	$ 265,777.83	$ 27,122.17
Total—Public Assistance	$ 5,387,459.23	$ 5,387,459.23	$ 5,323,349.11	$ 64,110.12
III. Special Appropriations				
1600. Home for Incurables	$ 15,000.00	$ 15,000.00	$ 15,000.00	$ .....
1860. Conveyance of Lunatics	8,000.00	8,000.00	6,465.66	1,534.34
1870. Pauper Idiots	65,000.00	65,000.00	55,287.88	9,712.12
Totals	$ 88,000.00	$ 88,000.00	$ 76,753.54	$ 11,246.46
Department of Education				
A. Administration				
2000. Supt. of Public Instruction	$ 100,000.00	$ 100,000.00	$ 98,537.15	$ 1,462.85
2009. Agency for Surplus Property	20,000.00	20,000.00	17,001.91	2,998.09
2009-8. Agency for Surplus Property—Con't Appro	511.70	511.70	511.70	.....
2010. Division of Certification	15,000.00	15,000.00	14,974.94	25.06
2020. Public School Lunch Program	17,450.00	17,450.00	17,101.60	348.40
2028. Public School Lunch Program—Con't Appro	558.00	558.00	306.00	252.00
2030. State Board of Education	14,000.00	14,000.00	13,943.95	56.05
2038. State Board of Education—Con't Appro	57.98	57.98	57.98	.....

STATEMENT NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
2040. State Textbook Commission	250.00	250.00	.....	250.00
Totals	$ 167,827.68	$ 167,827.68	$ 162,435.23	$ 5,392.45
B. Common Schools				
2049. Equalization Fund	$ 1,850,000.00	$ 1,850,000.00	$ 1,850,000.00	$ .....
2050. Per Capita Fund	16,650,000.00	16,650,000.00	16,649,998.80	1.20
2054. Teachers Retirement Special	106,000.00	106,000.00	106,000.00	.....
2055. Teachers Retirement	850,000.00	850,000.00	850,000.00	.....
2060. Free Textbooks	500,000.00	500,000.00	498,989.75	1,010.25
2068. Free Textbooks—Con't Appro.	6,163.53	6,163.53	5,549.28	614.25
Totals	$19,962,163.53	$19,962,163.53	$19,960,537.83	$ 1,625.70
C. Vocational Education				
2080. Vocational Education	$ 300,000.00	$ 300,000.00	$ 297,657.75	$ 2,342.25
2088. Vocational Education—Con't Appro.	438.00	438.00	438.00	.....
2095. Vocational Rehabilitation	75,000.00	75,000.00	75,000.00	.....
Totals	$ 375,438.00	$ 375,438.00	$ 373,095.75	$ 2,342.25
D. Higher Education for Negroes				
2100. Kentucky State College for Negroes	$ 225,000.00	$ 225,000.00	$ 224,012.73	$ 987.27
2108. Kentucky State College for Negroes—Con't Appro.	480.20	480.20	473.90	6.30
2116. Ky. State College for Negroes—Capital Outlay	200,000.00	200,000.00	49,426.80	150,573.20
2120–7. West Ky. Vocational Training School	115,006.00	115,006.00	70,443.63	44,562.37
2128. West Ky. Vocational Training School—Con't Appro.	22.00	22.00	22.00	.....
2130. Lincoln Institute	75,000.00	75,000.00	75,000.00	.....
2137. Lincoln Institute—Capital Outlay	100,000.00	100,000.00	14,843.95	85,156.05

2140.	College Tuition for Negroes	30,000.00	30,000.00	23,834.05	6,165.95
	Totals	$ 745,508.20	$ 745,508.20	$ 458,057.06	$ 287,451.14
	E. Schools for the Blind and Deaf				
2200.	Kentucky School for the Blind—Colored	$ 160,000.00	$ 160,000.00	$ 104,266.32	$ 55,733.68
2210.	Kentucky School for the Blind—White	10,000.00	10,000.00	9,999.63	.37
2220.	Workshop for Adult Blind	15,000.00	15,000.00	14,973.70	26.30
2250.	Schools for the Deaf—White	$ 325,000.00	$ 325,000.00	$ 148,849.92	$ 176,150.08
2258.	Schools for the Deaf—Con't Appro	1,598.66	1,598.66	712.92	885.74
2260.	Schools for the Deaf—Colored	10,000.00	10,000.00	9,867.60	132.40
	Totals	$ 521,598.66	$ 521,598.66	$ 288,670.09	$ 232,928.57
	F. Vocational Training School				
2270.	Mayo Vocational Training School	$ 50,000.00	$ 50,000.00	$ 48,838.61	$ 1,161.39
2280.	Northern Kentucky Vocational School	25,000.00	25,000.00	24,616.96	383.04
	Totals	$ 75,000.00	$ 75,000.00	$ 73,455.57	$ 1,544.43
	University of Kentucky				
2300.	Division of Colleges	$ 1,580,000.00	$ 1,580,000.00	$ 1,579,988.19	$ 11.81
2308.	Division of Colleges—Con't Appro	5,169.91	5,169.91	4,272.72	897.19
2310.	College of Agriculture	40,000.00	40,000.00	40,000.00	.....
2320.	Summer School	11,000.00	11,000.00	11,000.00	.....
2330.	Experiment Station	62,500.00	62,500.00	62,183.07	316.93
2340.	Service Laboratories	23,100.00	23,100.00	23,094.41	5.59
2348.	Service Laboratories—Con't Appro	383.24	383.24	359.54	23.70
2349.	Dairy Cattle Improvement	15,000.00	15,000.00	13,699.97	1,300.03
2349-B.	Dairy Cattle Improvement—Con't Appro	1,388.09	1,388.09	1,370.76	17.33
2350.	Nursery Inspection	4,000.00	4,000.00	3,986.19	13.81
2360.	Princeton Sub-Station	17,600.00	17,600.00	17,600.00	.....
2368.	Princeton Sub-Station—Con't Appro.	32.57	32.57	32.57	.....
2370.	Quicksand Sub-Station	17,600.00	17,600.00	17,599.83	.17
2380.	Agriculture Extension	250,000.00	250,000.00	250,000.00	.....
2390.	Horticulture	10,000.00	10,000.00	10,000.00	.....
2398.	Horticulture—Con't Appro.	203.00	203.00	203.00	.....

STATEMENT NO. 8—Continued

		Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
2400.	Repairs to Bldgs.	40,000.00	40,000.00	40,000.00	.....
2410.	Library Equipment	11,000.00	11,000.00	10,807.62	192.38
2418.	Library Equipment—Con't Appro.	167.75	167.75	93.66	74.09
2420.	Scientific Laboratory—Equipment	40,000.00	40,000.00	13,910.18	26,089.82
2428.	Scientific Laboratory—Con't Appro.	8,769.99	8,769.99	8,092.13	677.86
2430.	Engineering Equipment	22,000.00	22,000.00	20,362.37	1,637.63
2438.	Engineering Equipment—Con't Appro.	8,010.26	8,010.26	7,262.52	747.74
2440.	Home Economics Equipment	11,000.00	11,000.00	1,721.65	9,278.35
2448.	Home Economics Equipment—Con't Appro.	8,337.65	8,337.65	6,589.75	1,747.90
2450.	Strawberry Marketing Acct. and Labeling	1,500.00	1,500.00	1,496.66	3.34
2460.	Research in Coal	8,250.00	8,250.00	7,689.94	560.06
2468.	Research in Coal—Con't Appro.	2,468.85	2,468.85	2,463.30	5.55
2490.	Capital Outlay	525,000.00	525,000.00	48,000.00	477,000.00
	Totals	$ 2,724,481.31	$ 2,724,481.31	$ 2,203,880.03	$ 520,601.28
State Teachers College					
2500.	Eastern	$ 486,000.00	$ 486,000.00	$ 350,998.19	$ 135,001.81
2508.	Eastern—Con't Appro.	513.50	513.50	513.50	.....
2510.	Morehead	306,000.00	306,000.00	306,000.00	.....
2520.	Murray	525,000.00	525,000.00	337,247.10	187,752.90
2540.	Western	634,000.00	634,000.00	433,923.50	200,076.50
	Totals	$ 1,951,513.50	$ 1,951,513.50	$ 1,428,682.29	$ 522,831.21
Library and Archives					
2600.	Law Librarian	$ 12,410.00	$ 12,410.00	$ 12,165.77	$ 244.23
2609.	Cataloguing	950.76	950.76	950.76	.....
2610.	New Library Books	4,590.00	4,590.00	4,433.20	156.80
2620.	Library Sales Account	15,000.00	15,000.00	5,568.03	9,431.97

2628. Library Sales Account—Con't Appro	1,306.50	1,306.50	1,305.75	.75
2630. Distribution and Repair Books	1,000.00	1,000.00	651.61	348.39
2638. Distribution and Repair Books—Con't Appro	2.50	2.50	2.50	
2640. Library Extension Division	20,000.00	20,000.00	19,814.79	185.21
2648. Library Extension Division—Con't Appro	102.06	102.06	102.06	
2650. Kentucky Historical Society	30,000.00	30,000.00	14,892.97	15,107.03
2658. Kentucky Historical Society—Con't Appro	$ 395.49	$ 395.49	$ 383.59	$ 11.90
Totals	$ 85,757.31	$ 85,757.31	$ 60,271.03	$ 25,486.28
Department of Business Regulations				
2710. Division of Athletic Control	$ 4,000.00	$ 4,000.00	$ 3,995.19	$ 4.81
2718. Athletic Control—Con't Appro	16.80	16.80	16.80	
2720. Banking and Small Loans	45,000.00	45,000.00	44,925.97	74.03
2730. Division of Insurance	40,000.00	40,000.00	38,792.55	1,207.45
2738. Division of Insurance—Con't Appro	647.37	647.37	647.37	
2740. Division of Securities	7,500.00	7,500.00	7,340.84	159.16
Totals	$ 97,164.17	$ 97,164.17	$ 95,718.72	$ 1,445.45
Department of Industrial Relations				
2800. Office of Commissioner	$ 8,150.00	$ 8,150.00	$ 7,526.68	$ 623.32
2810. Wage Hours for Women and Minors	34,850.00	34,850.00	32,129.34	2,720.66
2818. Wage Hours for Women and Minors—Con't Appro.	4.60	4.60	4.60	
Totals	$ 43,004.60	$ 43,004.60	$ 39,660.62	$ 3,343.98
Department of Mines and Minerals				
2830. Coal Mining	$ 150,372.46	$ 150,372.46	$ 150,905.03	(—) 532.57
2838. Coal Mining—Con't Appro.	794.80	794.80	794.00	.80
2840. Division of Geology	25,000.00	25,000.00	23,660.41	1,339.59
2848. Division of Geology—Con't Appro	1,044.43	1,044.43	1,044.43	
2860. Coal Mining	13,627.54	13,627.54	12,223.04	1,404.50
2866. Coal Mining—Capital Outlay	36,000.00	36,000.00	36,734.32	(—) 734.32
Totals	$ 226,839.23	$ 226,839.23	$ 225,361.23	$ 1,478.00

STATEMENT, NO. 8—Continued

	Appropriations After Transfers	Total Allotments	Net Expenditures	Unexpended Balance of Appropriations Sept. 30, 1947
Railroad Commission				
2870. Railroad Commission	$ 24,000.00	$ 24,000.00	$ 17,789.02	$ 6,210.98
2878. Railroad Commission—Con't Appro	2,000.00	2,000.00	1,853.50	146.50
2880. Railroad Commission—Asst. Atty.-Gen.	7,000.00	7,000.00	6,740.58	259.42
Totals	$ 33,000.00	$ 33,000.00	$ 26,383.10	$ 6,616.90
Allotments Not Otherwise Classified				
2900. Alcoholic Beverage Control	$ 150,000.00	$ 150,000.00	$ 116,293.18	$ 33,706.82
2908. Alcoholic Beverage Control—Con't Appro	1,009.65	1,009.65	900.52	109.13
3110. Money Refunded	5,000.00	5,000.00	1,340.48	3,659.52
3114. Chain Store Tax Refund	749,612.28	749,612.28	749,424.41	187.87
3116. Fees—Southern Pacific—Tax Case	370,615.80	370,615.80	370,615.80	.....
3118. Confiscated Alcoholic Beverage	1,000.00	1,000.00	655.64	344.36
3120. Bonds of Elective Officers	1,500.00	1,500.00	965.00	535.00
3121. Premium of Sheriff Bonds	40,000.00	40,000.00	10,531.48	29,468.52
3140. Judgments	25,962.18	25,962.18	25,962.18	.....
3141. Claims Compromised	417.41	417.41	417.41	.....
3150. Interest on Land Grant Bonds	9,900.00	9,900.00	9,900.00	.....
3170. Frankfort Cemetery	250.00	250.00	250.00	.....
3180. Statutes and Codes for Courts	1,500.00	1,500.00	1,388.27	111.73
3198-A Kentucky Codification Board	1,720.25	1,720.25	.....	1,720.25
3199. Special Appropriation—Prior Year Claims	9,419.75	9,419.75	5,829.87	3,589.88
Totals	$ 1,367,907.32	$ 1,367,907.32	$ 1,294,474.24	$ 73,433.08
Jefferson County Fees				
3206. Circuit Court Clerk—New Term	$ 79,714.99	$ 79,714.99	$ 79,192.67	$ 522.32
3216. County Court Clerk—New Term	207,693.43	207,693.43	159,944.02	47,749.41

3221. Jailer—New Term	119,564.08	119,564.08	125,639.73	(—)	6,075.65
3231. Sheriff—New Term	148,576.31	148,576.31	130,684.80		17,891.51
3240. Special Tax Collector	1,345.18	1,345.18	.....		1,345.18
3245. Fiscal Court 25% of Old and New Term	197,438.21	197,438.21	135,218.96		62,219.25
Totals	$ 754,332.20	$ 754,332.20	$ 630,680.18	$	123,652.02
Kenton County Fees					
3256. Circuit Court Clerk—New Term	$ 19,222.07	$ 19,222.07	$ 16,638.18	$	2,583.89
3261. County Court Clerk—New Term	51,270.99	51,270.99	45,222.34		6,048.65
3271. Jailer—New Term	8,472.61	8,472.61	8,416.58		56.03
3281. Sheriff—New Term	16,818.11	16,818.11	21,830.09	(—)	5,011.98
3295. Fiscal Court	47,156.71	47,156.71	32,813.57		14,343.14
Totals	$ 142,940.49	$ 142,940.49	$ 124,920.76	$	18,019.73
GRAND TOTALS	$48,194,629.87	$48,194,629.87	$43,487,106.96	$	4,707,522.91
Unexpended Balance				$	4,707,522.91
Less: Encumbrances Forwarded			$ 916,770.31		
Balances of County Fees			755,600.94		3,035,151.66
Disbursements Not Otherwise Classified					
Refunds—Income Tax			$ 94,303.27		
Refunds—Inheritance Tax			51,100.82		
Refunds—Alcoholic Beverage Tax			45,412.82		
Refunds—Chain Store Tax			150.00		
Refunds—Miscellaneous Tax			17.00		
Payments Prior Year Encumbrance			814,718.93		
Miscellaneous Refunds			89,749.55		
Totals			$ 1,095,452.39		

GENERAL FUND

SCHEDULE "A"—APPROPRIATION AMENDMENTS AND TRANSFERS

Fiscal Year Ended June 30, 1947

Acct. No.	BUDGET UNIT	Regular Budget Appropriation	Special Appropriations	Transfers from Emergency Fund	Continued Appropriation	General Statutes	Transferred from Other Appropriations	Transferred to Other Appropriations	Totals
10.	Legislative Session	$ 5,000.00	$	$15,000.00	$15,574.20	$	$	$	$ 35,574.20
30.	Lieutenant Governor	2,400.00			33.50				2,433.50
90.	Board of Bar Examiners		3,000.00						3,000.00
100.	Court of Appeals	43,250.00			4,560.78				47,810.78
132.	Clerks Service	100,000.00				25,000.00			125,000.00
142.	Criminal Prosecutions	296,000.00				150,000.00	25,000.00	50,000.00	421,000.00
162.	Jury Commissioners	4,000.00							4,000.00
172.	Trustee of Jury Funds	350,000.00				150,000.00		45,000.00	455,000.00
182.	Commission on Fines & Forfeitures	350,000.00				200,000.00	70,000.00		620,000.00
192.	Return of Escaped Convicts	5,000.00		3,000.00					8,000.00
230.	General Emergency Fund	50,000.00						27,900.00	22,100.00
260.	Capital Outlay for Rehabalitation of Insts.	1,000,000.00			75,310.82				1,075,310.82
278.	Equipment—Welfare				52,954.25				52,954.25
300.	Secretary of State	21,000.00					319.00		21,319.00
320.	Abstenee Voters Law		2,000.00					319.00	1,681.00
350.	Attorney General	41,000.00			340.27		2,000.00		43,340.27
357.	Attorney General—Captital Outlay	3,000.00							3,000.00
360.	Cost of Suits	4,000.00						2,000.00	2,000.00
370.	Statutes—Revision Committee	28,800.00		500.00					29,300.00
450.	Auditor of Public Accounts	40,000.00		1,950.00	258.05				42,208.05
500.	Office of Commissioner	12,000.00					1,000.00		13,000.00
510.	Budget	16,000.00					1,500.00		17,500.00
520.	Personnel Efficiency	20,600.00			734.38				21,334.38
530.	Accounts and Control	57,000.00			1,775.10			6,150.00	52,625.10
550.	Purchases	47,400.00			651.05		4,150.00		52,201.05
560.	Personnel—Merit System	2,000.00							2,000.00

570.	Public Properties	127,000.00			12,620.37		16,000.00		155,620.37
577.	Old Prison Renovation		25,000.00						25,000.00
590.	Public Printing Costs	15,000.00			30.30				15,030.30
630.	Paper Revolving Fund	20,000.00			12,828.29				32,828.29
670.	New Lands and Buildings	200,000.00		6,000.00	112,829.52			16,500.00	302,329.52
700.	Commissioner of Revenue	400,000.00			6,186.02				406,186.02
707.	Capital Outlay	25,000.00							25,000.00
802.	County Tax Commissioner	400,000.00				130,000.00			530,000.00
812.	County Board of Supervisors	18,000.00				7,000.00			25,000.00
880.	County Elections					162,000.00			162,000.00
1000.	Conservation—Office of Commissioner	7,500.00			3,072.80				10,572.80
1007.	Conservation—Capital Outlay	450,000.00							450,000.00
1030.	Division of Publicity	25,000.00			109.35				25,109.35
1070.	Division of Armories	42,000.00			372.50				42,372.50
1077.	Military Affairs for Armories		100,000.00						100,000.00
1350.	Soil Conservation	5,000.00			634.69				5,634.69
1400.	Health—General	175,000.00			21.00				175,021.00
1470.	Hazelwood Sanatorium	300,000.00			66,515.86				366,515.86
1490.	Ky. Crippled Children's Com.	150,000.00			79.00				150,079.00
1500.	Welfare—Public Assistance	5,350,000.00			37,459.23		70,100.00	70,100.00	5,387,459.23
1510.	Welfare—Institutional	3,445,000.00		300.00	126,138.34	140,664.00	1,151.00	1,151.00	3,712,102.34
2009.	Education—Surplus Property		20,000.00		511.70				20,511.70
2020.	Education—Public School Lunch Program	16,800.00		650.00	558.00				18,008.00
2030.	Education—State Board of Educa.	14,000.00			57.98				14,057.98
2054.	Education—Teachers Retirement Fund—Special		106,000.00						106,000.00
2060.	Education—Free Textbooks	500,000.00			6,163.53				506,163.53
2080.	Education—Vocational Education	300,000.00			438.00				300,438.00
2100.	Education—Kentucky State College	225,000.00			480.20				225,480.20
2120.	Education—West Ky. Vocational Training School	55,006.00			22.00				55,028.00
2127.	Education—West Ky. Vocational Training School—Capital Outlay	60,000.00							60,000 00
2130.	Education—Lincoln Institution	45,000.00	30,000.00						75,000.00
2137.	Education—Lincoln Institution—								

SCHEDULE "A"—Continued

Acct. No.	BUDGET UNIT	Regular Budget Appropriation	Special Appropriations	Transfers from Fund Emergency	Continued Appropriation	General Statutes	Transfrd. from Other Appropriations	Transfrd. to Other Appropriations	Totals
	Capital Outlay	$	$100,000.00	$	$	$	$	$	$ 100,000.00
2250.	Ky. School for the Deaf—White	150,000.00			1,598.66				151,598.66
2257.	Education—Capital Outlay	175,000.00							175,000.00
2300.	University of Kentucky—Colleges	1,580,000.00			5,169.91				1,585,169.91
2340.	University of Kentucky—Services Laboratories	23,100.00			383.24				23,483.24
2349.	Univ. of Ky.—Dairy Cattle Imp.		15,000.00		1,388.09				16,388.09
2360.	Univ. of Ky.—Princeton Sub-Sta.	17,600.00			32.57				17,632.57
2390.	Univ. of Ky.—Horticulture	10,000.00			203.00				10,203.00
2410.	Univ. of Ky.—Library Equipment	11,000.00			167.75				11,167.75
2420.	University of Kentucky—Scientific Lab. Equip.	40,000.00			8,769.99				48,769.99
2430.	Univ. of Ky.—Engineering Equip.	22,000.00			8,010.26				30,010.26
2440.	Univ. of Ky.—Home Economics	11,000.00			8,337.65				19,337.65
2460.	Univ. of Ky.—Research in Coal	8,250.00			2,468.85				10,718.85
2500.	Eastern State Teachers College	351,000.00			513.50				351,513.50
2307.	Eastern State Teachers College—Capital Outlay	135,000.00							135,000.00
2600.	Library and Achives	12,000.00			950.76		410.00		13,360.76
2610.	Library and Achives—Books	5,000.00						410.00	4,590.00
2620.	Library & Archives—Ky. Reports	15,000.00			1,306.50				16,306.50
2630.	Distribution and Repair of Books	1,000.00			2.50				1,002.50
2640.	Library and Extension Div.	20,000.00			102.06				20,102.06
2650.	Historical Society	15,000.00			395.49				15,395.49
2657.	Historical Society—Capital Outlay	15,000.00							15,000.00
2710.	Busi. Regulations—Aths. Control	4,000.00			16.80				4,016.80
2730.	Business Regulations—Insurance	40,000.00			647.37				40,647.37
2740.	Business Regulations—Securities	7,000.00		500.00					7,500.00
2800.	Industrial Relations—Office of Commissioner	8,000.00					250.00	100.00	8,150.00

2810.	Wage-Hours for Women & Minors	35,000.00			4.60		100.00	250.00	34,854.60
2830.	Mines and Minerals	130,000.00			794.80		372.46		131,167.26
2837.	Mines & Minerals—Capital Outlay	20,000.00							20,000.00
2840.	Mines and Minerals—Geology	25,000.00			1,044.43				26,044.43
2860.	Mines and Minerals—Coal Mining—Special Appro.		50,000.00					372.46	49,627.54
2870.	Railroad Commission	24,000.00			2,000.00				26,000.00
2900.	Alcoholic Beverage Control	150,000.00			1,009.65				151,009.65
3114.	Chain Store Tax Refund					749,612.28			749,612.28
3116.	Fees—Southern Pacific Tax Cost					370,615.80			370,615.80
3118.	Confiscated Alcoholic Beverages					1,000.00			1,000.00
3121.	Premiums on Sheriffs' Bonds					40,000.00			40,000.00
3140.	Judgments	10,000.00				15,962.18			25,962.18
3141.	Claims Compromised					417.41			417.41
3198A.	Ky. Codification Board				1,720.25				1,720.25
3199.	Special Appropriation Prior Year Claims				9,419.75				9,419.75
	Totals	$17,938,706.00	$451,000.00	$27,900.00	$595,779.51	$2,142,271.67	$192,352.46	$220,252.46	$21,127,757.18

GENERAL FUND

STATEMENT NO. 9

ANALYSIS OF NET EXPENDITURES DURING THE FISCAL YEAR 1946-47 INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPTEMBER 30, 1947

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
Legislature				
10. Legislative Session	$ 9,447.02	$ 2,293.34	$	$ 11,740.36
18. Legislative Session—Con't Appro.	2,824.20			2,824.20
30. Lieutenant Governor	1,467.16	60.00		1,527.16
38. Lieutenant Governor—Con't Appro.	33.50			33.50
50. Council of State Government	5,000.00			5,000.00
Totals	$ 18,771.88	$ 2,353.34	$	$ 21,125.22
Judiciary and Court Costs				
90. Board of Bar Examiners	$ 2,209.35	$	$	$ 2,209.35
100. Court of Appeals	43,225.64	22.99		43,248.63
108. Court of Appeals—Con't Appro.	4,560.78			4,560.78
110. Clerk of Court of Appeals	17,138.59	270.59	450.00	16,959.18
120. Judicial Council	887.58	37.00		924.58
132. Clerks' Services	95,424.86			95,424.86
142. Criminal Prosecutions	354,833.12			354,833.12
150. Salaries—Judges of Commonwealth Attys.	278,558.00			278,558.00
162. Jury Commissioners	3,396.00			3,396.00
172. Trustee of Jury Fund	431,591.37			431,591.37
182. Commissions on Fines and Forfeitures	615,973.04			615,973.04
192. Return of Escaped Convicts and Express Messengers	7,999.03			7,999.03
196. County Patrols—Sheriffs	131,605.68			131,605.68
199. Judiciary Bldg:—Capital Outlay	46,021.01			46,021.01
Totals	$ 2,033,424.05	$ 330.58	$ 450.00	$ 2,033,304.63

Governor—Regular Accounts				
200. Governor	$ 21,753.30	$ 416.85	$	$ 22,170.15
210. Executive Cabinet	3,112.82	.....	.....	3,112.82
220. Contingent Fund	6,000.00	.....	.....	6,000.00
Totals	$ 30,866.12	$ 416.85	$	$ 31,282.97
Governor—Special Accounts				
230. Governor—General Emergency	$	$	$	$ .....
260. Repairs and Capital Outlay	407,233.13	.....	.....	407,233.13
268. Repairs and Capital Outlay—Con't Appro.	58,574.32	.....	.....	58,574.32
278. Equipment—Welfare—Inst. Con't Appro.	50,253.27	.....	.....	50,253.27
Totals	$ 516,060.72	$	$	$ 516,060.72
Department of State				
300. Secretary of State	$ 22,694.22	$ 117.92	$ 1,530.00	$ 21,282.14
310. Land Office	1,155.00	.....	.....	1,155.00
320. Sec'y of State—Absentee Voting	1,310.70	370.30	.....	1,681.00
Totals	$ 25,159.92	$ 488.22	$ 1,530.00	$ 24,118.14
Department of Law				
350. Attorney General	$ 42,729.25	$ 187.08	$	$ 42,916.33
358. Attorney General—Con't Appro.	325.27	.....	.....	325.27
360. Costs of Suits	662.12	17.33	.....	679.45
370. Statute Revision Committee	28,549.22	607.18	.....	29,156.40
Totals	$ 72,265.86	$ 811.59	$	$ 73,077.45
State Treasury				
400. State Treasurer	$ 36,565.71	$ 1,048.87	$ 600.00	$ 37,014.58
410. Custodian of Securities	600.00	.....	.....	600.00
420. Capital Outlay—Special	685.00	.....	.....	685.00
Totals	$ 37,850.71	$ 1,048.87	$ 600.00	$ 38,299.58

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
Auditor of Public Accounts				
450. Auditor of Public Accounts	$ 42,468.53	$ 77.36	$ 600.00	$ 41,945.89
458. Auditor of Public Accounts—Con't Appro.	258.05	.....	.....	258.05
Totals	$ 42,726.58	$ 77.36	$ 600.00	$ 42,203.94
Department of Finance				
500. Commissioner of Finance	$ 10,839.79	$ 1,765.89	$	$ 12,605.68
510. Division of the Budget	16,958.55	.....	.....	16,958.55
520. Division of Personnel Efficiency	20,290.95	77.39	.....	20,368.34
528. Division of Personnel Efficiency—Con't Appro.	734.38	.....	.....	734.38
530. Division of Accounts and Control	48,199.66	1,440.66	.....	49,640.32
538. Division of Accounts and Control—Con't Appro.	1,775.10	.....	.....	1,775.10
550. Division of Purchases	47,799.13	3,787.14	200.00	51,386.27
558. Division of Purchases—Con't Appro.	593.73	.....	.....	593.73
560. Merit System	1,500.00	500.00	.....	2,000.00
570. Division of Public Properties	166,813.07	21,872.57	51,307.33	137,378.31
577. Old Prison Rehabilitation—Special Appro.	7,445.00	.....	.....	7,445.00
578. Finance—Public Properties	10,509.54	.....	.....	10,509.54
Totals	$ 333,458.90	$ 29,443.65	$ 51,507.33	$ 311,395.22
Other Finance Appropriations				
590. Public Printing	$ 7,739.18	$ 6,755.11	$	$ 14,494.29
600. Public Record Books	57,731.03	.....	.....	57,731.03
620. Paper Ballots	343.81	.....	.....	343.81
630. Paper Revolving	99,465.67	866.18	105,312.27	(—) 4,980.42
638. Paper Revolving—Con't Appro.	11,759.38	.....	.....	11,759.38
640. Postage—Revolving	100,294.86	.....	100,502.30	(—) 207.44
655. Confederate Pension	55,171.00	.....	.....	55,171.00

670. New Lands and Bldgs.—General	102,916.90	5,389.11	14,016.88	94,289.13
678. New Lands and Bldgs.—Con't Appro.	67,879.86	.....	.....	67,879.86
Totals	$ 503,301.69	$ 13,010.40	$ 219,831.45	$ 296,480.64
Department of Revenue				
700. Office of the Commissioner	$ 19,396.30	$	$	$ 19,396.30
707. Capital Outlay—Special	15,692.12	.....	.....	15,692.12
710. Division of Property Taxation	23,298.88	123.96	.....	23,422.84
720. Division of Income Taxation	53,750.04	2,360.77	.....	56,110.81
728. Division of Income Taxation—Con't Appro.	220.40	.....	.....	220.40
730. Excise Taxes	55,158.56	.66	.....	55,159.22
740. Service Division	162,581.13	20,289.36	11.40	182,859.09
748. Service Division—Con't Appro.	5,649.86	.....	.....	5,649.86
750. Research and Statistics	10,845.66	52.53	.....	10,898.19
758. Research and Statistics—Con't Appro.	7.85	.....	.....	7.85
760. Division of Alcoholic Control	3,999.96	.....	3,999.96	.....
770. Division of Local Relations	13,645.96	30.34	.....	13,676.30
Totals	$ 364,246.72	$ 22,857.62	$ 4,011.36	$ 383,092.98
Other Revenue Agencies				
802. County Tax Commissioner	$ 529,420.52	$	$	$ 529,420.52
812. County Board of Supervisors	24,726.50	.....	.....	24,726.50
Totals	$ 554,147.02	$	$	$ 554,147.02
State Board of Election Commissioners				
850. Board of Election Commissioners	$ 679.57	$ 10.00	$	$ 689.57
870. State Board of Purgation and Registration	420.00	.....	.....	420.00
880. County Elections Costs—States Share	156,456.02	.....	.....	156,456.02
Totals	$ 157,555.59	$ 10.00	$	$ 157,565.59
Conservation				
960. Soil and Water Resources	$ 23,841.15	$ 952.90	$ 439.58	$ 24,354.47
970. Recreation	16,216.08	1,810.55	1,980.00	16,046.63

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
1000. Office of the Director	$ 7,146.27	$ 452.68	$ 104.69	$ 7,494.26
1007. Capital Outlay—Special	58,906.70	1,543.69		60,450.39
1008. Conservation—Con't Appro.	1,447.06			1,447.06
1010. Division of State Parks	33,998.77			33,998.77
1020. Division of Forestry	74,995.00	60.00	55.00	75,000.00
1030. Division of the Publicity	25,565.81	236.05	2,000.00	23,801.86
1038. Division of the Publicity—Con't Appro.	109.35			109.35
1047. Cumberland Gap National Park	89,240.49			89,240.49
Totals	$ 331,466.68	$ 5,055.87	$ 4,579.27	$ 331,943.28
Military Department				
1050. Office of Adjutant General	$ 17,642.24	$ 662.57	$ 300.00	$ 18,004.81
1060. Veterans Division	59,368.30	1,978.52		61,346.82
1070. Division of Armories	33,777.56	4,431.03	3.00	38,205.59
1077. Construction of Armories	4,874.80	3,798.15		8,672.95
1080. Kentucky Active Militia	28,075.57	3,043.30		31,118.87
1087. Kentucky State Aviation Board	48,977.04	352.73		49,329.77
Totals	$ 192,715.51	$ 14,266.30	$ 303.00	$ 206,678.81
Department of Agriculture				
1100. Salaries and Clerical Expenses	$ 69,119.96	$ 1,511.01	$ 23,345.55	$ 47,285.42
State Board of Agriculture				
1200. Per Diem and Expenses	$ 3,834.92	$ 18,712.93	$ 2,683.24	$ 19,864.61
1240. Bang's Disease	13,683.17	4,937.28		18,620.45
1290. Boys and Girls Club	5,000.00			5,000.00
Totals	$ 22,518.09	$ 23,650.21	$ 2,683.24	$ 43,485.06

State Fair Board				
1270. Premiums	$ 39,908.99	$	$	$ 39,908.99
1300. State Fair Board	503.64	9.00		512.64
Totals	$ 40,412.63	$ 9.00	$	$ 40,421.63
Soil Conservation Committee				
1350. Operation Expenses	$ 4,638.91	$ 504.76	$ 1,545.89	$ 3,597.78
1358. Operation Expenses—Con't Appro.	196.48			196.48
Totals	$ 4,835.39	$ 504.76	$ 1,545.89	$ 3,794.26
Department of Health				
1400. Department of Health—General	$ 576,346.59	$ 1,379.75	$ 402,726.34	$ 175,000.00
1408. Department of Health—Con't Appro.	21.00			21.00
1410. Prevention of Blindness	3,430.15			3,430.15
1440. County Health	374,593.83	406.17		375,000.00
1441. Colored Red Cross Hospital	4,000.00			4,000.00
1444. Cancer Control	22,915.00	2,085.00		25,000.00
1445. Julius Mark Sanatorium	12,727.00			12,727.00
1450. Kenton County T. B. Sanatorium	10,000.00			10,000.00
1455. Warren County T. B. Sanatorium	10,000.00			10,000.00
1469. Tuberculosis Sanatorium—Con't Appro.	750,000.00			750,000.00
1470. Hazelwood Sanatorium	274,924.41	635.54		275,559.95
1478. Hazelwood Sanatorium—Con't Appro.	65,238.19			65,238.19
1487. Hazelwood Interest on Bond	3,005.00			3,005.00
1490. Kentucky Children's Commission	149,759.25	240.75		150,000.00
1498. Kentucky Children's Commission—Con't Appro.	79.00			79.00
Totals	$ 2,257,039.42	$ 4,747.21	$ 402,726.34	$ 1,859,060.29
Department of Welfare				
I. Institutional				
A. Administration				
1510. Office of Commissioner	$ 9,830.02	$	$ 4,829.96	$ 5,000.06
1530. Division of Fiscal Control & Management	61,928.80	4,340.96	12.859.49	53.410.27

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
1538. Div. of Fiscal Control & Management—Con't Appro.	$ 476.84	$	$	$ 476.84
Totals	$ 72,235.66	$ 4,340.96	$ 17,689.45	$ 58,887.17
B. Hospitals and Mental Hygiene				
1550. Director's Office—Adm.	$ 27,097.42	$ 1,145.97	$	$ 28,243.39
1560. Eastern State Hospital	448,083.52	18,451.00	838.90	465,695.62
1568. Eastern State Hospital—Con't Appro.	9,083.10			9,083.10
1570. Central State Hospital	487,817.72	13,889.05	600.00	501,106.77
1578. Central State Hospital—Con't Appro.	8,430.48			8,430.48
1580. Western State Hospital	441,237.20	14,768.44		456,005.64
1588. Western State Hospital—Con't Appro.	6,559.82			6,559.82
1590. Kentucky Training Home	238,874.53	6,456.49	410.20	244,920.82
1598. Kentucky Training Home—Con't Appro.	3,627.62			3,627.62
1620. Kentucky State Hospital	454,687.01	40,004.36	1,980.98	492,710.39
1628. Kentucky State Hospital—Con't Appro.	32,826.51			32,826.51
Totals	$ 2,158,324.93	$ 94,715.31	$ 3,830.08	$ 2,249,210.16
C. Corrections				
1650. Director's Office	$ 104,661.14	$ 971.50	$ 38.70	$ 105,593.94
1660. Houses of Reform	165,945.54	16,260.58	371.25	181,834.87
1668. Houses of Reform—Con't Appro.	1,359.74			1,359.74
1670. Reformatory	527,126.35	9,505.79	49,243.66	487,388.48
1678. Reformatory—Con't Appro.	14,518.83			14,518.83
1680. Penitentiary	270,868.20	10,103.20		280,971.40
1688. Penitentiary—Con't Appro.	20,011.99			20,011.99
1690. Women's Prison	37,149.01	3,307.62	819.14	39,637.49
1698. Women's Prison—Con't Appro.	201.60			201.60
Totals	$ 1,141,842.40	$ 40,148.69	$ 50,472.75	$ 1,131,518.34

D. Kentucky Children's Home Society				
1730. Operation and Maintenance	$ 106,377.95	$ 6,117.30	$ 3,077.42	$ 109,417.83
1738. Operation and Maintenance—Con't Appro.	1,632.49	.....	.....	1,632.49
1640. Engineering and Construction	94,918.13	4,246.13	24,352.28	74,811.98
1648. Engineering and Construction—Con't Appro.	419.76	.....	.....	419.76
Totals	$ 203,348.33	$ 10,363.43	$ 27,429.70	$ 186,282.06
Total Institutional	$ 3,575,751.32	$ 149,568.39	$ 99,421.98	$ 3,625,897.73
II. Division of Public Assistance				
A. Administration				
1500. Office of Commissioner—Soc. Sec.	$(—) 1,380.20	$ 4,829.96	$	$ 3,449.76
1520. Fiscal Control and Management	2,277.83	46,720.24	1,562.43	47,435.64
1528. Fiscal Control and Management—Con't Appro.	24,930.60	.....	.....	24,930.60
Totals	$ 25,828.23	$ 51,550.20	$ 1,562.43	$ 75,816.00
B. Child Welfare				
1720. Director's Office	$ 73,514.14	$ 4,843.37	$ 2,784.59	$ 75,572.92
C. Public Assistance				
1760. Director's Office	$ 43,790.31	$	$	$ 43,790.31
1775. Old Age Assistance Payments	3,291,499.75	.....	.....	3,291,499.75
1785. Aid to the Blind	128,499.95	.....	.....	128,499.95
1790. Benefits for Dependent Children	54,278.56	3.60	110.12	54,172.04
1795. Aid to Dependent Children	1,387,499.09	.....	.....	1,387,499.09
1798. Aid to Dependent Children—Con't Appro.	721.22	.....	.....	721.22
Totals	$ 4,906,288.88	$ 3.60	$ 110.12	$ 4,906,182.36
D. Field Operation				
1820. Field Operation	$ 265,777.83	$	$	$ 265,777.83
Total Public Assistance	$ 5,271,409.08	$ 56,397.17	$ 4,457.14	$ 5,323,349.11
III. Special Appropriations				
1600. Kentucky State Hospital	$ 15,000.00	$	$	$ 15,000.00

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
1860. Conveyance of Lunatics	$ 6,465.66	$	$	$ 6,465.66
1870. Pauper Idiots	55,287.88			55,287.88
Totals	$ 76,753.54	$	$	$ 76,753.54
Department of Education				
A. Administration				
2000. Supt. of Public Instruction	$ 97,742.26	$ 1,999.29	$ 1,204.40	$ 98,537.15
2009. Surplus Property	16,364.80	637.11		17,001.91
2009-8 Education—Agency for Surplus Property—Con't Appro.	511.70			511.70
2010. Division of Certification	14,199.34	775.60		14,974.94
2020. Public School Lunch Program	16,328.00	773.60		17,101.60
2028. Public School Lunch Program—Con't Appro.	306.00			306.00
2030. State Board of Education	8,673.56	5,467.90	197.51	13,943.95
2038. Education—Con't Appro.	57.98			57.98
Totals	$ 154,183.64	$ 9,653.50	$ 1,401.91	$ 162,435.23
B. Common Schools				
2049. Equalization Fund	$ 1,850,000.00	$	$	$ 1,850,000.00
2050. Per Capita Fund	16,649,998.80			16,649,998.80
2054. Teacher's Retirement—Special Appro.	106,000.00			106,000.00
2055. Teacher's Retirement	850,000.00			850,000.00
2060. Free Textbooks	497,442.88	1,546.87		498,989.75
2068. Free Textbooks—Con't Appro.	5,549.28			5,549.28
Totals	$19,958,990.96	$ 1,546.87	$	$19,960,537.83
C. Vocational Education				
2080. Vocational Education	$ 265,883.65	$ 67,247.22	$ 35,473.12	$ 297,657.75

2088. Vocational Education—Con't Appro.	438.00			438.00
2095. Vocational Rehabilitation	67,211.24	7,788.76		75,000.00
Totals	$ 333,532.89	$ 75,035.98	$ 35,473.12	$ 373,095.75
D. Higher Education for Negroes				
2100. Kentucky State College for Negroes	$ 235,116.89	$ 4,382.76	$ 15,486.92	$ 224,012.73
2108. Kentucky State College for Negroes—Con't Appro.	473.90			473.90
2116. Kentucky State College for Negroes—Capital	53,223.64	503.16	4,300.00	49,426.80
2120. West Ky. Vocational Training School	63,098.05	703.10	9,506.32	54,294.83
2127. Capital Outlay Special	16,148.80			16,148.80
2128. West Kentucky Vocational Training School—Con't Appro.	22.00			22.00
2130. Lincoln Institute	78,501.30		3,501.30	75,000.00
2137. Capital Outlay	14,843.95			14,843.95
2140. College Tuition for Negroes	24,009.05		175.00	23,834.05
Totals	$ 485,437.58	$ 5,589.02	$ 32,969.54	$ 458,057.06
E. Schools for the Blind and Deaf				
2200. Kentucky School for the Blind—White	$ 83,517.96	$ 1,613.12	$ 150.00	$ 84,981.08
2207. Kentucky School for the Blind—Capital Outlay	19,126.78	158.46		19,285.24
2210. Kentucky School for the Blind—Con't Appro.	9,878.37	121.26		9,999.63
2220. Workshop for Adult Blind	14,558.84	414.86		14,973.70
2250. Schools for the Deaf—White	146,786.55	2,063.37		148,849.92
2258. Schools for the Deaf—Con't Appro.	712.92			712.92
2260. Schools for the Deaf—Colored	9,657.13	210.47		9,867.60
Totals	$ 284,238.55	$ 4,581.54	$ 150.00	$ 288,670.09
F. Vocational Training School				
2270. Mayo Vocational Training School	$ 81,060.12	$ 1,867.99	$ 47,991.29	$ 34,936.82
2277. Mayo Vocational Training School—Capital Outlay	13,901.79			13,901.79
2280. Northern Kentucky Vocational School	49,370.36	1,177.10	25,930.50	24,616.96
Totals	$ 144,332.27	$ 3,045.09	$ 73,921.79	$ 73,455.57

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
University of Kentucky				
2300. Division of Colleges	$ 2,193,226.97	$ 50,336.30	$ 663,575.08	$ 1,579,988.19
2308. Division of Colleges—Con't Appro.	4,272.72			4,272.72
2310. College of Agriculture		40,000.00		40,000.00
2320. Summer Schools		11,000.00		11,000.00
2330. Experiment Station	14.48	54,985.52		55,000.00
2339. Experiment Station—Tobacco Research	664.95	6,518.12		7,183.07
2340. Service Laboratories	1,750.30	21,344.11		23,094.41
2348. Service Laboratories—Con't Appro.	359.54			359.54
2349. Dairy Cattle Improvement	4,882.47	8,817.50		13,699.97
2349–8 Dairy Cattle Improvement—Con't Appro.	1,370.76			1,370.76
2350. Nursery Inspection	686.19	3,300.00		3,986.19
2360. Princeton Sub-Station	3,217.79	14,743.47	361.26	17,600.00
2368. Princeton Sub-Station—Con't Appro.	32.57			32.57
2370. Quicksand Sub-Station	3,153.07	14,446.76		17,599.83
2380. Agriculture Extension	9,718.30	240,881.70	600.00	250,000.00
2390. Horticulture	3,530.90	6,479.28	10.18	10,000.00
2398. Horticulture—Con't Appro.	203.00			203.00
2400. Repairs to Buildings		40,000.00		40,000.00
2410. Library Equipment	10,807.62			10,807.62
2418. Library Equipment—Con't Appro.	93.66			93.66
2420. Scientific Laboratory—Equipment	13,910.18			13,910.18
2428. Scientific Laboratory—Con't Appro.	8,092.13			8,092.13
2430. Engineering Equipment	16,675.15	3,687.22		20,362.37
2438. Engineering Equipment—Con't Appro.	7,262.52			7,262.52
2440. Home Economics Equipment	752.26	969.39		1,721.65
2448. Home Economics Equipment—Con't Appro.	6,589.75			6,589.75
2450. Strawberry Marketing Acct. and Labeling	536.20	960.46		1,496.66
2460. Research in Coal	3,031.60	4,658.34		7,689.94
2468. Research in Coal—Con't Appro.	2,463.30			2,463.30

2490.	Capital Outlay	48,000.00			48,000.00
	Totals	$ 2,345,298.38	$ 523,128.17	$ 664,546.52	$ 2,203,880.03
State Teachers College					
2500.	Eastern State Teachers College	$ 347,037.38	$ 3,960.81	$	$ 350,998.19
2508.	Eastern State Teachers College—Con't Appro.	513.50			513.50
2510.	Morehead State Teachers College	316.011.63	1,736.60	11,748.23	306,000.00
2520.	Murray State Teachers College	318,548.38	6,424.17		324,972.55
2527.	Murray State Teachers College—Capital Outlay	12,274.55			12,274.55
2540.	Western State Teachers College	437,488.53	4,933.18	8,498.21	433,923.50
	Totals	$ 1,431,873.97	$ 17,054.76	$ 20,246.44	$ 1,428,682.29
Library and Archives					
2600.	Law and Library	$ 13,159.73	$ 6.00	$ 999.96	$ 12,165.77
2608.	Law and Libraries—Con't Appro.	950.76			950.76
2610.	Law Library Books	4,433.20			4,433.20
2620.	Library Sales Account	5,568.03			5,568.03
2628.	Library Sales Account—Con't Appro.	1,305.75			1,305.75
2630.	Distribution and Repair of Books	347.14	304.47		651.61
2638.	Distribution and Repair of Books—Con't Appro.	2.50			2.50
2640.	Library Extension Division	17,842.64	1,972.15		19,814.79
2648.	Library Extension Division—Con't Appro.	102.06			102.06
2650.	Kentucky State Historical Society	13,667.60	540.37		14,207.97
2657.	Kentucky State Historical Society—Old Governors' Mansion Capital Outlay	685.00			685.00
2658.	Kentucky Historical Society—Con't Appro.	383.59			383.59
	Totals	$ 58,448.00	$ 2,822.99	$ 999.96	$ 60,271.03
Department of Business Regulations					
2710.	Division of Athletics Control	$ 3,995.19	$	$	$ 3,995.19
2718.	Division of Athletic Control—Con't Appro.	16.80			16.80
2720.	Banking and Small Loans	44,103.73	822.24		44,925.97
2730.	Division of Insurance	38,302.02	790.53	300.00	38,792.55
2738.	Division of Insurance—Con't Appro.	647.37			647.37

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
2740. Division of Securities	$ 7,835.74	$ 225.10	$ 720.00	$ 7,340.84
Totals	$ 94,900.85	$ 1,837.87	$ 1,020.00	$ 95,718.72
Department of Industrial Relations				
2800. Office of Commissioner	$ 7,486.54	$ 40.14	$	$ 7,526.68
2810. Wage Hours for Women and Minors	30,454.13	1,675.21		32,129.34
2818. Wage Hours for Women and Minors—Con't Appro...	4.60			4.60
Totals	$ 37,945.27	$ 1,715.35	$	$ 39,660.62
Department of Mines and Minerals				
2830. Coal Mining	$ 129,389.78	$ 1,515.25	$	$ 130,905.03
2837. Mines and Mineral—Capital Outlay	20,000.00			20,000.00
2838. Coal Mining—Con't Appro.	794.00			794.00
2840. Division of Geology	23,014.08	646.33		23,660.41
2848. Division of Geology—Con't Appro.	1,044.43			1,044.43
2860. Mines and Minerals—Capital Outlay	45,311.44	3,645.92		48,957.36
Totals	$ 219,553.73	$ 5,807.50	$	$ 225,361.23
Railroad Commission				
2870. Railroad Commission	$ 17,445.68	$ 343.34	$	$ 17,789.02
2878. Railroad Commission—Con't Appro.	1,853.50			1,853.50
2880. Railroad Commission—Asst. Atty. Gen.	6,740.58			6,740.58
Totals	$ 26,039.76	$ 343.34	$	$ 26,383.10
Alcoholic Beverage Control				
2900. Operation and Maintenance	$ 109,292.62	$ 7,000.56	$	$ 116,293.18

2908. Operation and Maintenance—Con't Appro.	900.52			900.52
Totals	$ 110,193.14	$ 7,000.56	$	$ 117,193.70
Allotments Not Otherwise Classified				
3110. Money Refunded	$ 1,340.48	$	$	$ 1,340.48
3114. Chain Store Tax Refund	749,424.41			749,424.41
3116. Fees—Southern Pacific Tax Case	370,615.80			370,615.80
3118. Confiscated Alcoholic Beverages	491.50	164.14		655.64
3120. Bonds of Elective Officers	965.00			965.00
3121. Premiums of Sheriff's Bonds	10,531.48			10,531.48
3140. Judgments	25,962.18			25,962.18
3141. Claims Compromised	417.41			417.41
3150. Interest on Land Grant Bonds	9,900.00			9,900.00
3170. Frankfort Cemetery	250.00			250.00
3180. Statutes and Codes for Court	1,335.00	53.27		1,388.27
3199. Special Appropriation—Prior Year Claims	5,829.87			5,829.87
Totals	$ 1,177,063.13	$ 217.41	$	$ 1,177,280.54
Jefferson County Fees				
3206. Circuit Court Clerk—New Term	$ 79,192.67	$	$	$ 79,192.67
3216. County Court Clerk—New Term	159,944.02			159,944.02
3221. Jailer—New Term	125,639.73			125,639.73
3231. Sheriff—New Term	130,684.80			130,684.80
3245. Fiscal Court (25% of Old and New Term)	135,218.96			135,218.96
Totals	$ 630,680.18	$	$	$ 630,680.18
Kenton County Fees				
3256. Circuit Court Clerk—New Term	$ 16,638.18	$	$	$ 16,638.18
3261. County Court Clerk—New Term	45,222.34			45,222.34
3271. Jailer—New Term	8,416.58			8,416.58

STATEMENT NO. 9—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
3281. Sheriff—New Term	$ 21,830.09	$	$	$ 21,830.09
3295. Fiscal Court	32,813.57			32,813.57
Totals	$ 124,920.76	$	$	$ 124,920.76
GRAND TOTALS	$44,149,490.44	$ 985,938.35	$ 1,648,321.83	$43,487,106.96

GENERAL FUND

STATEMENT NO. 10

EXPENDITURES BY OBJECTS, FISCAL YEAR ENDED JUNE 30, 1947
INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPT. 30, 1947

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
Legislative							
10. Legislative Session	$	$	$	$	$	$ 11,740.36	$ 11,740.36
18. Legislative Session—Cont. Appro.						2,824.20	2,824.20
30. Lieutenant Governor	1,200.00	298.71	28.45				1,527.16
38. Lieutenant Governor—Cont. Appro.						33.50	33.50
50. Council of State Governments						5,000.00	5,000.00
Totals	$ 1,200.00	$ 298.71	$ 28.45	$	$	$ 19,598.06	$ 21,125.22
Judiciary and Court Costs							
90. Board of Bar Examiners	$	$	$	$	$	$ 2,209.35	$ 2,209.35
100. Court of Appeals	39,393.06	1,258.91	873.58	21.00	1,702.08		43,248.63
108. Court of Appeals—Con't Appro.						4,560.78	4,560.78
110. Clerk of Court of Appeals	15,949.92	457.71	434.07	30.00	87.48		16,959.18
120. Judicial Council	670.30	247.28	7.00				924.58
132. Clerks Services	95,424.86						95,424.86
142. Criminal Prosecutions						354,833.12	354,833.12
150. Salaries—Judges and Commonwealth Attys.	278,558.00						278,558.00
162. Jury Commissioners	3,396.00						3,396.00
172. Trustee of Jury Fund						431,591.37	431,591.37
182. Commissions of Fines & Forfeitures						615,973.04	615,973.04
192. Return of Escaped Convicts and Express Messengers						7,999.03	7,999.03
196. County Patrol—Sheriff						131,605.68	131,605.68

199. Judiciary Bldg.						46,021.01	46,021.01
Totals	$ 433,392.14	$ 1,963.90	$ 1,314.65	$ 51.00	$ 1,789.56	$1,594,793.38	$2,033,304.63
Governor							
(1) Regular Accounts							
200. Governor	$ 19,907.50	$ 1,894.48	$ 273.67	$ 51.00	$ 43.50	$	$ 22,170.15
210. Executive Cabinet	3,112.82						3,112.82
220. Contingent Fund						6,000.00	6,000.00
Totals	$ 23,020.32	$ 1,894.48	$ 273.67	$ 51.00	$ 43.50	$ 6,000.00	$ 31,282.97
(2) Special Accounts							
260. Repairs and Capital Outlay	$	$	$	$	$ 407,233.13	$	$ 407,233.13
268. Repairs and Capital Outlay—Con't Appro.						58,574.32	58,574.32
278. Equipment—Welfare Inst.—Con't Appro.						50,253.27	50,253.27
Totals	$	$	$	$	$ 407,233.13	$ 108,827.59	$ 516,060.72
Department of State							
300. Secretary of State	$ 20,766.04	$ 225.17	$ 282.16	$	$ 8.77	$	$ 21,282.14
310. Land Office	1,155.00						1,155.00
320. Asbentee Voting Law						1,681.00	1,681.00
Totals	$ 21,921.04	$ 225.17	$ 282.16	$	$ 8.77	$ 1,681.00	$ 24,118.14
Department of Law							
350. Attorney General	$ 39,309.25	$ 1,660.00	$ 1,296.93	$ 1.50	$ 648.65	$	$ 42,916.33
358. Attorney General—Con't Appro.						325.27	325.27
360. Cost of Suits						679.45	679.45
370. Statute Revision Committee						29,156.40	29,156.40
Totals	$ 39,309.25	$ 1,660.00	$ 1,296.93	$ 1.50	$ 648.65	$ 30,161.12	$ 73,077.45
Department of the Treasury							
400. State Treasurer	$ 29,256.88	$ 4,096.84	$ 1,469.88	$ 172.22	$ 2,018.76	$	$ 37,014.58

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
410. Custodian of Securities	$ 600.00	$	$	$	$	$	$ 600.00
420. Treasurer—Capital Outlay						685.00	685.00
Totals	$ 29,856.88	$ 4,096.84	$ 1,469.88	$ 172.22	$ 2,018.76	$ 685.00	$ 38,299.58
Auditor of Public Accounts							
450. Auditor of Public Accounts	$ 39,317.57	$ 2,404.45	$ 204.60	$ 10.50	$ 8.77	$	$ 41,945.89
458. Auditor of Public Accounts—Con't Appro.						258.05	258.05
Totals	$ 39,317.57	$ 2,404.45	$ 204.60	$ 10.50	$ 8.77	$ 258.05	$ 42,203.94
Department of Finance							
500. Commissioner of Finance	$ 10,189.92	$ 1,886.89	$ 30.50	$ 498.37	$	$	$ 12,605.68
510. Division of the Budget	16,958.55						16,958.55
520. Division of Personnel Efficiency	19,347.90	138.44	703.09	12.34	166.57		20,368.34
528. Personnel Efficiency—Con't Appro.						734.38	734.38
530. Division of Accounts and Control	43,685.01	2,720.01	1,062.63	284.40	1,888.27		49,640.32
538. Accounts and Control—Con't Appro.						1,775.10	1,775.10
550. Division of Purchases	40,646.40	8,019.38	2,500.57	125.00	94.92		51,386.27
558. Purchases—Con't Appro.						593.73	593.73
560. Merit System Committee						2,000.00	2,000.00
570. Division of Public Properties	92,156.57	31,779.59	8,334.16	4,044.49	1,063.50		137,378.31
577. Old Prision Rehabilitation Special Appro.						7,445.00	7,445.00
578. Public Properties—Con't Appro.						10,509.54	10,509.54
Totals	$ 222,984.35	$ 44,544.31	$ 12,630.95	$ 4,964.60	$ 3,213.26	$ 23,057.75	$ 311,395.22

Other Finance Department Allotments							
590. Public Printing	$	$	$	$	$	$ 14,494.29	$ 14,494.29
600. Public Record Books (Paper and Printing)						57,731.03	57,731.03
620. Paper for Ballots and General Assembly						343.81	343.81
630. Paper—Revolving						(—) 4,980.42	(—) 4,980.42
638. Paper Revolving—Con't Appro.						11,759.38	11,759.38
640. Postage—Revolving						(—) 207.44	(—) 207.44
655. Confederate Pensions				55,171.00			55,171.00
670. New Lands and Buildings—General						94,289.13	94,289.13
678. New Lands and Bldgs.—Con't Appro.						67,879.86	67,879.86
Totals	$	$		$ 55,171.00	$	$ 241,309.64	$ 296,480.64
Department of Revenue							
700. Office of the Commissioner	$ 18,401.69	$ 994.61	$	$	$	$	$ 19,396.30
707. Capital Outlay Special	18,781.00	4,022.39	619.45			15,692.12	15,692.12
710. Division of Property Taxation	40,445.11	7,063.35	8,602.35				23,422.84
720. Division of Income Taxation							56,110.81
728. Income Taxation—Con't Appro.	8,845.14	46,285.97	28.11			220.40	220.40
730. Excise Taxes	124,908.68	31,934.02	20,462.12	5,309.97	244.30		55,159.22
740. Service Division							182,859.09
748. Service Division—Con't Appro.	9,784.20	785.66	328.33			5,649.86	5,649.86
750. Research and Statistics							10,898.19
758. Research & Statistics—Con't Appro.	10,828.02	2,796.96	51.32			7.85	7.85
770. Division of Local Relations							13,676.30
Totals	$ 231,993.84	$ 93,882.96	$ 30,091.68	$ 5,309.97	$ 244.30	$ 21,570.23	$ 383,092.98
Other Revenue Agencies							
802. County Tax Commissioners	$	$	$	$	$	$ 529,420.52	$ 529,420.52
812. County Board of Supervisors						24,726.50	24,726.50
Totals	$	$	$	$	$	$ 554,147.02	$ 554,147.02
Elections							
850. Board of Election Commissioners	$ 675.00	$ 14.57	$	$	$	$	$ 689.57

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
870. State Board of Registration and Purgation	$	$	$	$	$	$ 420.00	$ 420.00
880. County Elections Cost, State's Share						156,456.02	156,456.02
Totals	$ 675.00	$ 14.57	$	$	$	$ 156,876.02	$ 157,565.59
Conservation							
960. Soil and Water Resources	$ 13,046.48	$ 4,609.06	$ 6,468.35	$ 47.50	$ 183.08	$	$ 24,354.47
970. Recreation	8,881.94	4,287.52	757.00		2,120.17		16,046.63
1000. Office of the Director	4,999.92	2,122.17	476.86		(—) 104.69		7,494.26
1007. Capital Outlay—Special						60,450.39	60,450.39
1008. Conservation—Con't Appro.						1,447.06	1,447.06
1010. Division of State Parks	33,998.77						33,998.77
1020. Division of Forestry	75,000.00						75,000.00
1030. Division of Publicity	6,707.18	16,935.03	159.65				23,801.86
1038. Publicity—Con't Appro.						109.35	109.35
1047. Cumberland Gap National Park						89,240.49	89,240.49
Totals	$ 142,634.29	$ 27,953.78	$ 7,861.86	$ 47.50	$ 2,198.56	$ 151,247.29	$ 331,943.28
Military Department							
1050. Office of Adjutant General	$ 13,339.61	$ 4,040.42	$ 548.31	$ 60.50	$ 15.97	$	$ 18,004.81
1060. Veterans' Division	45,296.84	12,622.28	965.92	1,872.89	588.89		61,346.82
1070. Division of Armories	3,003.87	4,771.01	2,619.33	27,811.38			38,205.59
1077. Construction of Armories						8,672.95	8,672.95
1080. Kentucky Active Militia						31,118.87	31,118.87
1087. State Aviation Board						49,329.77	49,329.77
Totals	$ 61,640.32	$ 21,433.71	$ 4,133.56	$ 29,744.77	$ 604.86	$ 89,121.59	$ 206,678.81

Department of Agriculture							
1100. Salaries and Clerical Expenses	$ 36,521.11	$ 9,439.65	$ 1,324.66	$	$	$	$ 47,285.42
State Board of Agriculture							
1200. Per Diem and Expenses	$ 15,590.73	$ 3,254.57	$ 788.81	$ 230.50	$	$	$ 19,864.61
1240. Bang's Disease	4,724.84	4,001.36	1,349.92	7,594.05	950.28		18,620.45
1290. Boys' and Girls' Clubs						5,000.00	5,000.00
Totals	$ 20,315.57	$ 7,255.93	$ 2,138.73	$ 7,824.55	$ 950.28	$ 5,000.00	$ 43,485.06
State Board Fair							
1270. Premiums	$	$	$	$	$	$ 39,908.99	$ 39,908.99
1300. State Fair Board	59.00	453.64					512.64
Totals	$ 59.00	$ 453.64	$	$	$	$ 39,908.99	$ 40,421.63
Soil Conservation Committee							
1350. Operating Expenses	$ 2,480.00	$ 992.24	$(—) 172.41	$ 5.00	$ 292.95	$	$ 3,597.78
1358. Soil Conservation—Con't Appro.						196.48	196.48
Totals	$ 2,480.00	$ 992.24	$(—) 172.41	$ 5.00	$ 292.95	$ 196.48	$ 3,794.26
Department of Health							
1400. Department of Health	$ 132,335.55	$ 26,699.25	$ 10,497.83	$ 2,453.89	$ 3,013.48	$	$ 175,000.00
1408. Health, General—Con't Appro.						21.00	21.00
1410. Prevention of Blindness		3,430.15					3,430.15
1440. County Health						375,000.00	375,000.00
1441. Colored Red Cross Hospital	4,000.00						4,000.00
1444. Cancer Control						25,000.00	25,000.00
1445. Julius Marks Sanatorium						12,727.00	12,727.00
1450. Kenton County T. B. Sanatorium						10,000.00	10,000.00
1455. Warren County T. B. Sanatorium						10,000.00	10,000.00
1469. T. B. Sanatorium—Con't Appro.						750,000.00	750,000.00
1470. Hazelwood Sanatorium	103,184.01	14,101.38	118,215.34	5,715.45	34,343.77		275,559.95
1478. Hazelwood Sanatorium—Con't Appro.						65,238.19	65,238.19
1487. Interest on Bonds						3,005.00	3,005.00
1490. Kentucky Cripped Children	36,897.28	100,545.26	12,296.90	5.00	255.56		150,000.00

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
1498. Ky. Crippled Children—Con't Appro.	$	$	$	$	$	$ 79.00	$ 79.00
Totals	$ 276,416.84	$144,776.04	$ 141,010.07	$ 8,174.34	$ 37,612.81	$1,251,070.19	$1,859,060.29
Department of Welfare							
I. Institutional							
A. Administration							
1510. Office of the Commissioner	$ 4,829.96	$ 170.10	$	$	$	$	$ 5,000.06
1530. Division of Fiscal Control and Management	44,254.09	7,750.19	802.29	505.00	98.70		53,410.27
1538. Fiscal Control and Management—Con't Appro.						476.84	476.84
Totals	$ 49,084.05	$ 7,920.29	$ 802.29	$ 505.00	$ 98.70	$ 476.84	$ 58,887.17
B. Hospitals and Mental Hygiene							
1550. Director's Office	$ 24,817.14	$ 2,544.28	$ 849.07	$ 32.90	$	$	$ 28,243.39
1560. Eastern State Hospital	196,782.52	19,299.13	232,565.10	16,884.87	164.00		465,695.62
1568. Eastern State Hospital—Con't Appro.						9,083.10	9,083.10
1570. Central State Hospital	190,776.91	23,987.43	274,861.74	11,153.74	326.95		501,106.77
1578. Central State Hospital—Con't Appro.						8,430.48	8,430.48
1580. Western State Hospital	216,113.49	9,845.00	216,840.70	13,206.45			456,005.64
1588. Western State Hosp.—Con't Appro.						6,559.82	6,559.82
1590. Kentucky Training Home	112,310.86	14,885.91	113,748.85	3,678.10	297.10		244,920.82
1598. Ky. Training Home—Con't Appro.						3,627.62	3,627.62
1620. Kentucky State Hospital	246,187.46	25,312.04	215,158.10	7,015.07	(—) 962.28		492,710.39
1628. Ky. State Hospital—Con't Appro.						32,826.51	32,826.51
Totals	$ 986,988.38	$ 95,873.79	$1,054,023.56	$ 51,971.13	$(—) 174.23	$ 60,527.53	$2,249,210.16

C. Corrections							
1650. Director's Office	$ 79,028.79	$ 26,490.15	$ 75.00	$	$	$	$ 105,593.94
1660. Houses of Reform	71,239.89	13,029.53	83,829.70	13,431.70	304.05		181,834.87
1668. Houses of Reform—Con't Appro.						1,359.74	1,359.74
1670. Reformatory	184,429.51	29,610.71	257,126.12	15,603.66	618.48		487,388.48
1678. Reformatory—Con't Appro.						14,518.83	14,518.83
1680. Penitentiary	110,488.31	7,042.17	152,490.10	10,016.52	934.30		280,971.40
1688. Penitentiary—Con't Appro.						20,011.99	20,011.99
1690. Women's Prison	23,356.25	3,482.67	11,699.93	960.16	138.48		39,637.49
1698. Women's Prison—Con't Appro.						201.60	201.60
Totals	$ 468,542.75	$ 79,655.23	$ 505,220.85	$ 40,012.04	$ 1,995.31	$ 36,092.16	$1,131,518.34
D. Kentucky Children's Home Soc. Eng.							
1730. Kentucky Children's Home Society	$ 37,237.56	$ 9,883.94	$ 58,866.55	$ 3,429.78	$	$	$ 109,417.83
1738. Kentucky Children's Home Society—Con't Appro.						1,632.49	1,632.49
1640. Engineering and Construction	53,424.59	11,235.69	8,867.39	405.73	878.58		74,811.98
1648. Engineering and Construction—Con't Appro.						419.76	419.76
Totals	$ 90,662.15	$ 21,119.63	$ 67,733.94	$ 3,835.51	$ 878.58	$ 2,052.25	$ 186,282.06
Total Institutional	$1,595,277.33	$204,568.94	$1,627,780.64	$ 96,323.68	$ 2,798.36	$ 99,148.78	$3,625,897.73
II. Division of Public Assistance							
A. Administration							
1500. Office of the Commissioner—Soc. Sec.	$ 3,385.44	$ 64.32	$	$	$	$	$ 3,449.76
1520. Fiscal Control and Management—Soc. Sec.	3,124.37	28,925.11	4,553.54	1,915.73	8,916.89		47,435.64
1528. Fiscal Control and Management—Con't Appro.						24,930.60	24,930.60
Totals	$ 6,509.81	$ 28,989.43	$ 4,553.54	$ 1,915.73	$ 8,916.89	$ 24,930.60	$ 75,816.00
B. Child Welfare							
1720. Director's Office	$ 56,240.55	$ 13,285.68	$ 886.39	$ 4,630.30	$ 530.00	$	$ 75,572.92

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
C. Public Assistance							
1760. Director's Office	$ 42,800.08	$ 990.23	$	$	$	$	$ 43,790.31
1775. Old Age Assistance Payments						3,291,499.75	3,291,499.75
1785. Aid to the Blind						128,499.95	128,499.95
1790. Benefit to Dependent Children						54,172.04	54,172.04
1795. Aid to Dependent Children						1,387,499.09	1,387,499.09
1798. Aid to Dependent Children—Con't Appro.						721.22	721.22
Totals	$ 42,800.08	$ 990.23	$	$	$	$4,862,392.05	$4,906,182.36
D. Field Operations							
1820. Field Operations	$ 228,968.93	$ 36,808.90	$	$	$	$	$ 265,777.83
Totals—Public Assistance	$ 334,519.37	$ 80,074.24	$ 5,439.93	$ 6,546.03	$ 9,446.89	$4,887,322.65	$5,323,349.11
III. Special Appropriations							
1600. Home for Incurables	$ 15,000.00	$	$	$	$	$	$ 15,000.00
1860. Conveyance of Lunatics						6,465.66	6,465.66
1870. Pauper Idiots						55,287.88	55,287.88
Totals	$ 15,000.00	$	$	$	$	$ 61,753.54	$ 76,753.54
Department of Education							
A. Administration							
2000. Supt. of Public Instruction	$ 80,129.08	$ 15,906.69	$ 1,310.03	$ 310.50	$ 880.85	$	$ 98,537.15
2009. Surplus Property						17,001.91	17,001.91
2009-8. Agency for Surplus Property—Con't Appro.						511.70	511.70
2010. Division of Certification	12,537.02	2,246.33	191.59				14,974.94

2020. Public School Lunch Program						17,101.60	17,101.60
2028. Public School Lunch Program—Con't Appro.						306.00	306.00
2030. State Board of Education	300.00	8,179.05	5,464.90				13,943.95
2038. State Board of Education—Con't Appro.						57.98	57.98
Totals	$ 92,966.10	$ 26,332.07	$ 6,966.52	$ 310.50	$ 880.85	$ 34,979.19	$ 162,435.23
B. Common Schools							
2049. Equalization Fund	$	$	$	$	$	$1,850,000.00	$1,850,000.00
2050. Per Capita Fund						16,649,998.80	16,649,998.80
2054. Teachers' Retirement—Special Appro.						106,000.00	106,000.00
2055. Teachers' Retirement						850,000.00	850,000.00
2060. Free Textbooks	11,355.15	2,803.13	484,822.52		8.95		498,989.75
2068. Free Textbooks—Con't Appro.						5,549.28	5,549.28
Totals	$ 11,355.15	$ 2,803.13	$ 484,822.52	$	$ 8.95	$19,461,548.08	$19,960,537.83
C. Vocational Education							
2080. Vocational Education	$ 275,229.89	$ 18,473.99	$ 2,747.29	$ 239.44	$ 967.14	$	$ 297,657.75
2088. Continued Appropriation						438.00	438.00
2095. Vocational Rehabilitation						75,000.00	75,000.00
Totals	$ 275,229.89	$ 18,473.99	$ 2,747.29	$ 239.44	$ 967.14	$ 75,438.00	$ 373,095.75
D. Higher Education for Negroes							
2100. Kentucky St. College for Negroes	$ 176,544.50	$ 17,316.89	$ 24,033.00	$ 4,368.64	$ 1,749.70	$	$ 224,012.73
2108. Kentucky St. College for Negroes—Con't Appro.						473.90	473.90
2116. Capital Outlay						49,426.80	49,426.80
2120. West. Ky. Vocational Trng. School	33,885.47	6,600.50	12,177.43	1,070.68	560.75		54,294.83
2127. Capital Outlay—Special						16,148.80	16,148.80
2128. Continued Appropriation						22.00	22.00
2130. Lincoln Institute	10,566.25	3,099.78	16,333.97			45,000.00	75,000.00
2137. Capital Outlay						14,843.95	14,843.95
2140. College Tuition for Negroes						23,834.05	23,834.05
Totals	$ 220,996.22	$ 27,017.17	$ 52,544.40	$ 5,439.32	$ 2,310.45	$ 149,749.50	$ 458,067.06

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
E. School for the Blind and Deaf							
2200. Ky. School for the Blind—White	$ 52,748.00	$ 4,557.47	$ 25,943.58	$ 1,507.03	$ 225.00	$	$ 84,981.08
2207. Capital Outlay						19,285.24	19,285.24
2210. Ky. School for the Blind—Colored	6,285.28	663.51	2,970.83	80.01			9,999.63
2220. Workshop for Adult Blind	12,217.23	1,104.26	1,177.35	474.86			14,973.70
2250. School for the Deaf—White	99,608.96	6,013.25	41,242.90	1,886.77	98.04		148,849.92
2258. School for the Deaf—White—Con't Appro.						712.92	712.92
2260. School for the Deaf—Colored	6,804.25	504.32	2,348.56	210.47			9,867.60
Totals	$ 177,663.72	$ 12,842.81	$ 73,683.22	$ 4,159.14	$ 323.04	$ 19,998.16	$ 288,670.09
F. Mayo Vocational Training School							
2270. Operation—Mayo Voc. Trng. School	$ 24,664.62	$ 3,228.10	$ 5,204.36	$ 910.99	$ 928.75	$	$ 34,936.82
2277. Capital Outlay						13,901.79	13,901.79
2280. Northern Ky. Vocational Trng. Sch.						24,616.96	24,616.96
Totals	$ 24,664.62	$ 3,228.10	$ 5,204.36	$ 910.99	$ 928.75	$ 38,518.75	$ 73,455.57
University of Kentucky							
2300. Division of Colleges	$1,439,869.79	$ 41,220.58	$ 41,080.53	$ 18,694.74	$ 39,122.55	$	$1,579,988.19
2308. Public Service—Con't Appro.						4,272.72	4,272.72
2310. College of Agriculture	40,000.00						40,000.00
2320. Summer School	11,000.00						11,000.00
2330. Experiment Station	50,423.49			4,576.51			55,000.00
2339. Experiment Sta.—Tobacco Research						7,183.07	7,183.07
2340. Service Laboratories	21,973.16	905.76	215.49				23,094.41
2348. Continued Appropriation						359.54	359.54
2349. Dairy Cattle Improvement						13,699.97	13,699.97
2349-8. Continued Appropriation						1,370.76	1,370.76

2350. Nursery Inspection	3,300.00	686.19					3,986.19
2360. Princeton Sub-Station	15,267.65	406.69	1,088.00	837.66			17,600.00
2368. Continued Appropriation						32.57	32.57
2370. Quicksand Sub-Station	15,499.25	111.17	767.65	1,221.76			17,599.83
2380. Agricultural Extension	250,000.00						250,000.00
2390. Horticulture	7,790.75	1,840.96	328.29		40.00		10,000.00
2398. Horticulture—Con't Appro.						203.00	203.00
2400. Repairs to Building						40,000.00	40,000.00
2410. Library Equipment						10,807.62	10,807.62
2418. Continued Appropriation						93.66	93.66
2420. Scientific Lab. Equipment						13,910.18	13,910.18
2428. Continued Appropriation						8,092.13	8,092.13
2430. Engineering Equipment						20,362.37	20,362.37
2438. Continued Appropriation						7,262.52	7,262.52
2440. Home Economics Equipment						1,721.65	1,721.65
2448. Continued Appropriation						6,589.75	6,589.75
2450. Strawberry Marketing Acct. and Labeling						1,496.66	1,496.66
2460. Research in Coal						7,689.94	7,689.94
2468. Continued Appropriation						2,463.30	2,463.30
2490. Capital Outlay						48,000.00	48,000.00
Totals	$1,855,124.09	$ 45,171.35	$ 43,479.96	$ 25,330.67	$ 39,162.55	$ 195,611.41	$2,203,880.03
State Teachers College							
2500. Eastern	$ 313,585.10	$ 25,942.95	$ 7,602.62	$ 3,867.52	$	$	$ 350,998.19
2508. Continued Appropriation						513.50	513.50
2510. Morehead	251,132.90	13,491.99	39,773.09	37.50	1,564.52		306,000.00
2520. Murray	303,911.77		15,484.22	5,576.56			324,972.55
2527. Capital Outlay						12,274.55	12,274.55
2540. Western	372,210.94	13,854.78	34,656.23	6,157.05	7,044.50		433,923.50
Totals	$1,240,840.71	$ 53,289.72	$ 97,516.16	$ 15,638.63	$ 8,609.02	$ 12,788.05	$1,428,682.29
Library and Archives							
2600. Law Librarian	$ 11,703.46	$ 224.56	$ 88.76	$ 80.00	$ 68.99	$	$ 12,165.77
2608. Continued Appropriation						950.76	950.76
2610. Law Library Books						4,433.20	4,433.20

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
2620. Library Sales Accounts	$	$	$	$	$	$ 5,568.03	$ 5,568.03
2628. Continued Appropriation						1,305.75	1,305.75
2630. Distribution and Repair of Books						651.61	651.61
2638. Continued Appropriation						2.50	2.50
2640. Library Extension Division	13,229.36	1,933.09	4,429.99	127.65	94.70		19,814.79
2648. Continued Appropriation						102.06	102.06
2650. Kentucky State Historical Society	9,543.02	1,843.23	1,103.30	94.41	1,624.01		14,207.97
2657. Capital Outlay						685.00	685.00
2658. Continued Appropriation						383.59	383.59
Totals	$ 34,475.84	$ 4,000.88	$ 5,622.05	$ 302.06	$ 1,787.70	$ 14,082.50	$ 60,271.03
Department of Business Regulations							
2710. Division of Athletic Control	$ 3,720.00	$ 275.19	$	$	$	$	$ 3,995.19
2718. Continued Appropriation						16.80	16.80
2720. Banking and Small Loans	34,067.78	10,855.33		2.86			44,925.97
2730. Division of Insurance	30,691.75	5,925.12	1,474.12	160.85	540.71		38,792.55
2738. Continued Appropriation						647.37	647.37
2740. Division of Securities	6,190.00	967.34	130.64	52.86			7,340.84
Totals	$ 74,669.53	$ 18,022.98	$ 1,604.76	$ 216.57	$ 540.71	$ 664.17	$ 95,718.72
Department of Industrial Relations							
2800. Office of the Commissioner	$ 6,648.23	$ 808.33	$ 45.12	$ 25.00	$	$	$ 7,526.68
2810. Wage-Hours for Women and Minors	21,142.97	8,934.74	1,023.46	1,028.17			32,129.34
2818. Continued Appropriation						4.60	4.60
Totals	$ 27,791.20	$ 9,743.07	$ 1,068.58	$ 1,053.17	$	$ 4.60	$ 39,660.62
Department of Mines and Minerals							
2830. Coal Mining	$ 69,531.22	$ 18,583.74	$ 4,115.22	$ 1,342.00	$ 37,332.85	$	$ 130,905.03

2837. Capital Outlay						20,000.00	20,000.00
2838. Continued Appropriation						794.00	794.00
2840. Division of Geology	7,408.85	5,384.18	1,422.78	275.54	9,169.06		23,660.41
2848. Continued Appropriation						1,044.43	1,044.43
2860. Capital Outlay—Special	143.35	10,294.48	1,116.53	668.68			12,223.04
2866. Coal Mining—Special Appro.—Capital Outlay					36,734.32		36,734.32
Totals	$ 77,083.42	$ 34,262.40	$ 6,654.53	$ 2,286.22	$ 83,236.23	$ 21,838.43	$ 225,361.23
Railroad Commission							
2870. Railroad Commission	$ 16,234.92	$ 987.10	$ 567.00	$	$	$	$ 17,789.02
2878. Continued Appropriation						1,853.50	1,853.50
2880. R. R. Comm. Asst. Atty Gen.	6,600.00	140.58					6,740.58
Totals	$ 22,834.92	$ 1,127.68	$ 567.00	$	$	$ 1,853.50	$ 26,383.10
Alcoholic Beverage Control							
2900. Alcoholic Beverage Control	$	$	$	$	$	$ 116,293.18	$ 116,293.18
2908. Alcoholic Beverage Control—Con't Appro.						900.52	900.52
Totals	$	$	$	$	$	$ 117,193.70	$ 117,193.70
Allotments Not Otherwise Classified							
3110. Money Refunded	$	$	$	$	$	$ 1,340.48	$ 1,340.48
3114. Chain Store Tax Refund						749,424.41	749,424.41
3116. Fees of Southern Pacific Tax Case						370,615.80	370,615.80
3118. Confiscated Alcoholic Beverages						655.64	655.64
3120. Bonds of Elective Officers						965.00	965.00
3121. Premiums of Sheriffs' Bonds						10,531.48	10,531.48
3140. Judgments						25,962.18	25,962.18
3141. Claims Compromised						417.41	417.41
3150. Interest on Land Grant Bonds						9,900.00	9,900.00
3170. Frankfort Cemetery						250.00	250.00
3180. Statutes and Codes for Courts						1,388.27	1,388.27
3199. Special Appro. Prior Year Claims						5,829.87	5,829.87
Totals	$	$	$	$	$	$1,177,280.54	$1,177,280.54

STATEMENT NO 10—Continued

	Personal Services	Services Other Than Personal	Materials and Supplies	Other Current Expenses	Capital Outlay	Not Classified as to Objects	Totals
Jefferson County Fees							
3206. Circuit Court Clerk—New Term	$	$	$	$	$	$ 79,192.67	$ 79,192.67
3216. County Court Clerk—New Term						159,944.02	159,944.02
3221. Jailer—New Term						125,639.73	125,639.73
3231. Sheriff—New Term						130,684.80	130,684.80
3245. Fiscal Court (25% Old and New Term)						135,218.96	135,218.96
Totals	$	$	$	$	$	$ 630,680.18	$ 630,680.18
Kenton County Fees							
3256. Circuit Court Clerk—New Term	$	$	$	$	$	$ 16,638.18	$ 16,638.18
3261. County Court Clerk—New Term						45,222.34	45,222.34
3271. Jailer—New Term						8,416.58	8,416.58
3281. Sheriff—New Term						21,830.09	21,830.09
3295. Fiscal Court						32,813.57	32,813.57
Totals	$	$	$	$	$	$ 124,920.76	$ 124,920.76
Grand Totals	$7,664,229.63	$904,248.91	$2,619,591.36	$270,284.37	$ 607,868.80	$31,420,883.89	$43,487,106.96

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 11: COMPARATIVE BALANCE SHEET

As of June 30, 1947, and June 30, 1946

Assets	**June 30, 1947**	**June 30, 1946**
Cash in Banks	$ 6,539,630.49	$ 5,173,364.08
Less—Encumbrances Outstanding	2,050,378.22	1,400,889.24
Net Available Cash	$ 4,489,252.27	$ 3,772,474.84
Petty Cash Advance	11,175.00	16,150.00
Investments (Schedule "A")	2,200.00	2,200.00
Totals	$ 4,502,627.27	$ 3,790,824.84
Liabilities, Reserves and Surplus		
Suspense Accounts (Schedule "B")	$ 14,292.61	$ 14,292.61
Reserve for Petty Cash Advances	11,175.00	16,150.00
Reserve for Investment Funds (Schedule "C")	57,931.25	57,931.25
Advances from Other Funds	50,000.00	.00
Allotment Surplus	4,369,228.41	3,702,450.98
Totals	$ 4,502,627.27	$ 3,790,824.84
Schedule "A"—Investments		
State Historical Society Henry Fisher Packing Company	$ 200.00	$ 200.00
Todd County Public School Corp.	2,000.00	2,000.00
Totals	$ 2,200.00	$ 2,200.00
Schedule "B"—Other Liabilities		
Non-Resident Income Tax	$ 3,988.80	$ 3,988.80
Dept of Education—Revenue from Investments	9,854.25	9,854.25
Ky. Training Home—Revenue from Investments	449.56	449.56
Totals	$ 14,292.61	$ 14,292.61
Schedule "C"—Investment Reserve		
Investments	$ 2,200.00	$ 2,200.00
Cash	55,731.25	55,731.25
Totals	$ 57,931.25	$ 57,931.25

REVOLVING, TRUST AND AGENCY FUNDS
STATEMENT NO. 12: ANALYSIS OF CHANGES IN ALLOTMENT SURPLUS
Fiscal Year Ended June 30, 1947, and June 30, 1946

	Fiscal Year Ended June 30, 1947			Fiscal Year Ended June 30, 1946		
Allotment Surplus—Beginning of Year			$ 3,702,450.98			$3,944,695.89
Three-Months Closing Period						
Encumbrances Brought Forward (Including Petty Cash)		$ 1,417,039.24			$ 1,321,848.32	
Encumbrances Paid	$590,203.45			$437,938.30		
Lapses of Transfers from Other Fund	49,902.52			46,757.19		
Refunds of Social Security Accounts to General Fund	30,508.81			18,095.50		
Total Disbursements During Three-Months Period		670,614.78			502,790.99	
Balances Forward During Three-Months Period			746,424.46			819,057.33
Total Allotments Forwarded			$ 4,448,875.44			$ 4,763,753.22
Deduct Refunds to Federal Government						64,878.12
Total Allotments Forwarded						$ 4,698,875.10
Additions						
Revenue Receipts		$63,832,817.98			$37,873,132.57	
Transfers from Other Funds		5,103,130.91			4,241,032.43	
Prior Year Refunds		25,472.43			4,438.99	
Other Prior Year Refunds:						
Old Age Assistance				$3.47		
State Parks—Closed Bank				177.45		
Dependent Children				15.00		
Social Security—Federal Exceptions				2,792.43	3,068.35	
Total Additions			$68,961,421.32		$42,121,672.34	
Less: Adjustment—Aid Blind and Dependent Children			.00		29.02	
Net additions			$68,961,421.32			$42,121,643.32
Total Allotments			$73,410,296.76			$46,820,518.42
Deductions						
Net Disbursements		$66,979,515.13			$41,701,028.20	
Encumbrance Charges and Reserve for Petty Cash		2,061,553.22			1,417,039.24	
Total Deductions			$69,041,068.35			$43,118,067.44
Allotment Surplus—Close of Year			$ 4,369,228.41			$ 3,702,450.98

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 13. SOURCE AND APPLICATION OF FUNDS

Fiscal Year Ended June 30, 1947

Sources of Funds:		
Cash—Beginning of Year		$ 5,173,364.08
Receipts and Credits:		
Revenue Receipts	$63,832,817.98	
Inter-Fund Credits	5,103,130.91	
Refunds of Prior Year	25,472.43	
Advances from Other Funds	50,000.00	
Decrease in Petty Cash Advances	4,975.00	
Total Receipts and Credits		$69,016,396.32
Total Available Funds		$74,189,760.40
Application of Funds		
Disbursements—Current Year	$66,979,515.13	
Disbursements—Prior Year Encumbrances	590,203.45	
Refund of Federal Allotments	30,508.81	
Lapses of Transfers to Other Funds	49,902.52	
Total Disbursements		$67,650,129.91
Cash Balance—Close of Year		$ 6,539,630.49

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 14: CONDENSED STATEMENT OF RECEIPTS COMPARED WITH THE PRECEDING YEAR

Fiscal Year Ended June 30, 1947

		Total Receipts Fiscal Year	Receipts Preceding Year
I.	Special Corporation Taxes	$ 255,109.06	$ 365,139.54
II.	Excise Taxes		.06
III.	Licenses—Other than Alcohol	1,737,361.16	1,237,611.79
IV.	Departmental Fees, Sales and Rentals:		
	A. Examination Fees, State Boards	31,109.50	20,000.05
	B. Registration on Other Fees, St. Board	108,005.85	98,463.95
	C. Tuition Fees, State Colleges	1,856,177.02	459,563.86
	D. Board and Room, State Colleges	896,895.65	671,807.58
	E. Other Fees, Sales and Rentals	2,046,506.07	1,913,195.63
V.	Subvention and Grants	55,991,249.10	32,599,099.52
VI.	Miscellaneous Revenue	910,404.57	508,250.59
	Total Revenue	$63,832,817.98	$37,873,132.57
	Inter-Fund Credits	5,097,966.62	4,241,032.43
	Non-Revenue Receipts (Less Transfers)	769,029.88	554,198.65
	GRAND TOTALS	$69,699,814.48	$42,668,363.65

REVOLVING, TRUST AND AGENCY FUNDS

STATEMENT NO. 15: STATEMENT OF RECEIPTS—COMPARED WITH THE PRECEDING YEAR

Fiscal Year Ended June 30, 1947

		Total Receipts Fiscal Year	Receipts Preceding Year
I. Special Corporation Taxes			
1051.	Workmen's Compensation—Insurance Carriers	$	$ 96,586.66
1052.	Workmen's Compensation—Self Carriers	(—) 5,982.93	78,409.34
1053.	Fire Prevention and Rates—½ on premiums	138,941.75	101,908.16
1054.	Unemployment Compensation—Adm.	93,694.46	88,235.38
1055.	Subsequent Injury Fund Tax	28,455.78	
	Totals	$ 255,109.06	$ 365,139.54
II. Excise Taxes			
1105.	Gross Receipts—County Portion (Prior Year)	$	$ .06
III. Licenses—Other than Alcohol			
1201.	Operators' Licenses (Portion for Admr.)	$ 72,177.57	$ 32,674.93
1203.	Truck Licenses (½ for Counties)	1,074,822.57	812,911.68
1204.	Insurance Agents License (25%)	23,350.00	20,605.50
1205.	Certification of Compliance Ins. (25%)	1,485.50	2,081.50
1211.	Hunting and Fishing Licenses	559,481.75	365,103.89
1212.	Dog Licenses	4,673.77	4,234.29
1213.	Licenses—Frozen Food Locker Plants	1,370.00	
	Totals	$1,737,361.16	$1,237,611.79
IV. Departmental Fees, and Rentals			
A. Examination Fees, St. Board			
1301.	St. Bd. of Bar Examiners	$ 916.50	$ 1,037.55
1302.	Accountancy	2,530.00	2,625.00
1303.	St. Bd. of Examiners and Registration of Architects	75.00	
1304.	Barber and Beauticians	12,885.00	9,536.00
1305.	Chiropractors	3,325.00	1,475.00
1306.	Dental	1,700.00	1,720.00
1307.	Embalmers	2,575.00	
1308.	Pharmacy	425.00	350.00
1309.	Trained Nurses	3,490.00	2,660.00
1310.	Veterinary	166.00	110.00
1318.	Mine Foremen	3,022.00	486.50
	Totals	$ 31,109.50	$ 20,000.05
B. Registration and Other Fees—State Board			
1321.	Bar Examiners	$ 2,952.10	$ 1,135.00
1322.	Accountancy	5,622.00	1,580.00
1323.	Architects	2,829.00	2,097.00
1324.	Barbers and Beauticians	29,034.00	26,975.05
1325.	Chiropractors	2,546.00	2,270.70
1326.	Dental	3,742.00	3,531.00
1327.	Embalmers	12,547.00	13,269.00
1328.	Pharmacy	9,510.00	6,994.00
1329.	Trained Nurses	14,780.00	14,410.00
1330.	Veterinary	456.00	440.00
1331.	Pharmacy—Prophylactic	7,210.00	11,080.00
1332.	Professional Engineers	7,751.70	6,524.20

STATEMENT NO. 15—Continued

		Total Receipts Fiscal Year	Receipts Preceding Year
1333.	Ky. Real Estate Licenses	$ 8,988.05	$ 8,059.00
1334.	Certification of Librarians	38.00	108.00
	Totals	$ 108,005.85	$ 98,463.95
C.	**Tuition Fees, State Colleges**		
1340.	Lincoln Institute	$ 15,211.00	$ 14,823.00
1341.	Ky. State College for Negroes	53,341.14	10,319.38
1342.	W. Ky. Vocational Training School	444.00	709.00
1343.	University of Kentucky	1,259,039.21	251,417.25
1344.	Eastern State Teachers College	188,206.81	51,310.58
1345.	Morehead State Teachers College	82,445.72	31,997.12
1346.	Murray State Teachers College	84,829.20	35,897.64
1347.	Western State Teachers College	163,378.43	53,387.01
1348.	Morehead State Teachers College—Science	9,281.51	9,702.88
	Totals	$1,856,177.02	$ 459,563.86
D.	**Board and Room, State Colleges**		
1351.	Ky. State College for Negroes	$ 105,388.70	$ 62,397.76
1352.	W. Ky. Vocational Training School	16,546.04	11,441.80
1353.	University of Kentucky	299,233.91	255,119.90
1354.	Eastern State Teachers College	38,613.65	25,551.61
1355.	Morehead State Teachers College	91,522.62	68,559.98
1356.	Murray State Teachers College	218,221.01	164,754.40
1357.	Western State Teachers College	116,819.31	74,337.37
1359.	Mayo Vocational Training School	10,550.41	9,644.76
	Totals	$ 896,895.65	$ 671,807.58
E.	**Other Fees, Sales and Rentals**		
1361.	Division of State Parks	$ 148,311.31	$ 140,142.31
1362.	Game and Fish Comm.—Misc. Receipts	30,723.05	18,130.31
1365.	Division of Publicity	7,526.89	14,940.53
1366.	R. R. Policemen—Fees	140.00	155.00
1367.	Forestry—Federal—Misc. Receipts	22,046.27	29,028.53
1368.	Secy. of State—Nat'l. Defense—Special Police Officers	9.00	28.00
1369.	State Auditor—County Share—Cost of Audits	13,184.95	11,940.68
1370.	Secy. of State—Process Agents—Filing Fees	7,500.00	7,500.00
1371.	Secy. of State—Foreign Corp. Filing Fees	7,499.66	7,500.00
1372.	Military Dept.—Non-Elective Peace Officers	825.00	645.00
1373.	Dept. of Health—Egg Candling Fees	11,502.00	11,456.91
1374.	Dept. of Health—Hotels and Restaurants	29,710.40	27,932.69
1375.	Dept. of Health—Laboratory Fees and Sales	6,515.60	5,438.47
1376.	Dept. of Health—Plumbing Fees	31,628.30	22,571.09
1377.	Dept. of Health—Vital Statistics	44,422.90	45,339.97
1378.	Dept. of Health—Other Fees and Sales	20,108.03	14,369.25
1379.	Dept. of Health—Medical Practice Set Fees	5,832.00	6,589.00
1380.	Dept. of Health—Optometrist Fees	2,715.00	2,035.00
1381.	Dept. of Health—Radiography Fees		30.00
1382.	Hazelwood Sanatorium Fees	59,956.26	54,177.41
1383.	Ky. Crippled Children's Comm.—Misc. Fees	1,625.00	2,239.68
1385.	Dept. of Agriculture—Weighmen's Fees	1,600.82	1,541.70
1386.	Dept. of Agriculture—Tobacco Whse. Weighmen	4,505.00	4,425.00
1388.	State Fair—Operating Expenses	201,407.51	186,575.33
1391.	Eastern State Hospital—Misc. Receipts	30,591.51	36,155.44

STATEMENT NO. 15—Continued

		Total Receipts Fiscal Year	Receipts Preceding Year
1392.	Central State Hospital—Misc. Receipts	$ 48,335.71	$ 48,442.79
1393.	Western State Hospital—Misc. Receipts	26,984.73	28,274.98
1394.	Feeble-Minded Institute	5,288.64	4,914.31
1396.	Welfare—Boyle-Mercer	10,804.63	15,513.54
1398.	Houses of Reform—Misc. Receipts	24,968.13	44,297.21
1400.	Reformatory—Miscellaneous Revenue	6,820.66	15,199.73
1402.	Penitentiary—Misc. Receipts	1,304.32	3,128.19
1403.	Ky. Children's Home Society	9,401.96	7,552.09
1405.	Metal Stamping Plant—Sales	343.69	67,540.38
1409.	F. P. H. A. Trailer Rentals	2,343.17	----------
1411.	Ky. State Industrial College—Misc. Receipts	26,830.45	15,502.26
1413.	Workshop for Adult Blind—Sales and Misc. Receipts	84,944.74	57,407.07
1414.	Ky. School for Deaf—White—Misc. Receipts	4,089.93	----------
1415.	Ky. School for Deaf—Sale of Property	----------	300.00
1416.	Prevention of Blindness	150.00	----------
1421.	University of Kentucky—Misc. Receipts	36,125.84	49,560.56
1422.	University of Kentucky—Experiment Station	428,325.48	404,859.88
1431.	Eastern State Teachers College—Misc. Receipts	104,747.11	63,979.18
1432.	Morehead State Teachers College—Misc. Receipts	55,012.48	31,405.09
1433.	Murray State Teachers College.—Misc. Receipts	281,862.28	130,137.04
1434.	Western State Teachers	73,049.01	48,876.06
1441.	Library Extension Division	686.88	425.87
1442.	Ky. Historical Society—Misc. Receipts	1,894.57	1,480.52
1444.	Division of Banking and Small Loan	23,125.00	20,500.00
1445.	Division of Banking—Examination Fees	31,078.99	31,353.75
1446.	Division of Banking—Small Loan Exam. Fees	450.00	850.00
1447.	Division of Banking—Misc. Receipts	477.00	484.00
1448.	Division of Insurance—Other Misc. Receipts	310.30	472.74
1449.	Division of Insurance—Annual Statement Fees	3,178.75	3,947.50
1451.	Division of Insurance—Examination Fees	44,742.65	45,748.13
1452.	Louisville Office of State Treasurer—Fees	3,600.00	3,600.00
1461.	Public Service Commission—Assessment	5,715.01	108,846.02
1470.	Unemployment Compensation	128.36	273.41
1471.	Hazelwood Sanatorium	2,000.00	----------
1476.	Division of Geology—Sale of Maps	2,729.72	2,559.11
1480.	Division of Geology—Private Donations	4,289.42	4,284.42
1485.	Mines and Minerals—Inspection Fees	480.00	592.50
	Totals	$2,046,506.07	$1,913,195.63
	V. Subvention and Grants		
1501.	Jefferson Co. Master Commissioner—Suspense	$ 5,528.26	$ 1,374.89
1510.	Federal Admission Tax—State Parks	10,900.00	5,946.75
1530.	Auditor of Public Accounts—Misc. Fees	249.00	357.00
1540.	Ky. Aeronautical Commission	1,700.00	125.00
1599.	Game and Fish Commission—Federal	27,461.32	----------
1601.	Forestry—Federal	78,129.09	47,435.01
1603.	Dept. of Health—Venereal Disease	293,039.00	337,893.00
1604.	Ky. Crippled Children's Comm.—Federal	231,739.55	163,367.75
1605.	Dept. of Health—U.S.P.H. Service Ext.	366,191.00	327,300.00
1606.	Dept. of Health—T. V. A.	5,954.39	6,597.94
1607.	Dept. of Health—Maternal and Child Health	327,982.00	238,601.00
1608.	Old Age Assistance—Federal	5,477,121.93	3,193,064.11
1609.	Dept. of Welfare—Child Welfare—Federal	74,566.80	31,421.71
1610.	Ky. Children's Home—Gym Request	75,000.00	----------
1611.	Dept. of Education—General Education Board	3,975.00	5,550.00

STATEMENT NO. 15—Continued

		Total Receipts Fiscal Year	Receipts Preceding Year
1612.	Dept. of Education—Jeannes Fund	$ 1,339.40	$ 637.47
1615.	Dept. of Education—Geo. Dean Fund—Federal	369,373.24	338,453.09
1616.	Dept. of Education—Smith-Hughes Fund—Fed.	156,479.53	136,143.14
1617.	Vocational Education—Defense Workers		7,500.00
1618.	Vocational Rehabilitation—Federal	168,648.45	155,671.98
1621.	Ky. State College for Negroes—Bandhead-Jones	7,609.17	7,609.17
1622.	Ky. State College for Negroes—Morrill-Nelson	7,250.00	7,250.00
1624.	Ky. State College for Negroes—Federal Grant	3,090.00	7,510.00
1625.	Vocational Education—Out of School Youth—Fed.	732.26	10,054.18
1626.	N.Y.A. Education—Federal	74,430.40	71,920.00
1627.	Vocational Education—Natl. Defense Equipment		1,276.85
1628.	Natl. Defense—Rental of Space—Federal	3,500.00	
1629.	Vocational Education—Private Fund—Federal	1,381,841.23	
1631.	University of Kentucky—Bankhead-Jones Fund—Federal	44,867.87	44,867.87
1632.	University of Ky.—Morrill-Nelson Fund—Fed.	42,730.00	42,750.00
1640.	Extended School Service—Federal	1,851,325.86	1,123,986.53
1641.	Engineering and Construction	343,508.79	
1642.	Murray—Federal Planning		8,000.00
1644.	W. K. Kellogg Foundation	1,500.00	17,420.00
1645.	Enemy Alien Program—Federal		300.00
1646.	Civilian War Assistance Program—Federal	2,391.12	4,950.00
1647.	Engineering and Construction	5.35	
1651.	Unemployment Compensation Admr.—Federal	21,999.15	
1652.	Employment Service Admr.—Federal	346,859.00	
1655.	Federal Tuberculosis Fund	220,753.00	167,006.00
1656.	Emergency Maternity and Infant Care	184,653.00	473,140.00
1657.	Louisville and Jefferson County R. T. Center	41,321.48	37,822.00
1658.	Ky. V. D. R. T. Center	100,854.00	124,014.00
1660.	Aid to Dependent Children—Federal	1,976,258.87	712,869.79
1662.	Air to the Blind—Federal	208,113.75	131,525.42
1670.	Selective Service Medical Survey		24,718.75
1674.	V. D. Contribution Account—Federal	10,000.00	
1676.	Vocational—Itinerant Teachers	2,077.70	900.78
1680.	Veterans' Unemployment Comp.—Benefit	36,933,973.00	24,342,063.00
1681.	Veterans' Unemployment Comp.—Adm.	546,275.00	239,062.00
1682.	Veterans' Self-Employment Benefits Fund	3,957,866.00	
1691.	Levi-Jackson State Park—James M. Feltner	50.00	643.34
1699.	Ky. State College for Negroes—Private Grant	15.14	
	Totals	$55,991,249.10	$32,599,099.52
VI.	**Miscellaneous Revenue**		
1701.	Ky. State Historical Society—Stephenson	$ 142.10	$ 141.03
1712.	Penalties on Back Taxes—Revenue Agents New Law 15%	19,975.40	38,895.22
1727.	University of Kentucky—War Memorial Field House	403,291.00	
1741.	Ky. State College—Proceeds—Memorial Hall Revenue Bonds	40,140.56	
1800.	Unemployment Compensation—Adm.—State	445,855.51	440,110.34
1801.	Unemployment Compensation Merit System (U.C. Share)	1,000.00	4,104.00
1805.	Vocational Education—Private Grants		25,000.00
	Totals	$ 910,404.57	$ 508,250.59

STATEMENT NO. 15—Continued

		Total Receipts Fiscal Year	Receipts Preceding Year
Non-Revenue Receipts			
1910.	National Forest Fund	$ 27,379.76	$ 24,526.30
1911.	Transfer to Merit System	2,500.00	
1915.	Federal Flood Control Receipts	1,863.85	
1920.	Refunds—Credit to Preceding Year Disb. (90-Day Period)	8,125.51	32,879.81
1921.	Refund of Prior Year Disbursements	25,472.43	4,438.99
1922.	Refund to Current Year Disbursements	344,886.68	240,188.93
1924.	Old Age Assistance—Refund to Prior Year		83.47
1925.	Social Security—Clearing	274.00	226.00
1926.	Clearing Account Aid to Dependent Children	151.00	25.00
1927.	Clearing Account—Aid to the Blind	32.00	
1930.	Petty Cash Repayments—Current Year	13,367.38	8,565.07
1931.	Petty Cash Repayments—Prior Year	8,756.08	9,001.64
1932.	Old Age Assistance—Trans. from General Fund	3,290,028.50	3,188,000.00
1935.	Int. on Land Grant Bonds—Transfers from General Fund	9,900.00	9,900.00
1942.	Dept. of Bus. Reg., Motor Transportation—Transfers from Road Fund	75,000.00	60,000.00
1943.	Dept. of Revenue—Gasoline Tax—Transfer from Road Fund	60,000.00	39,800.00
1944.	Dept. of Revenue—Auto Dept.—Transfers from Road Fund	135,300.00	80,500.00
1949.	Motorists' Financial Responsibility	50,000.00	
1950.	Dept. of Business Regulations—Motor Transportation—Transfers from General Fund		4,532.43
1955.	Gasoline Tax Refund—Expense Account	12,932.12	50,000.00
1970.	Non-Elective Peace Officers	283,556.90	231,278.56
1976.	My Old Kentucky Home—Proceeds from Sale of Investments		177.45
1981.	Prior Year Disbursements		15.00
1985.	Aid to Blind—Transferred from General Fund	128,225.00	124,000.00
1990.	Aid to Dependent Children—Transfer from General Fund	1,386,581.00	684,300.00
1999.	Adjustments Soc. Sec.—Federal Exceptions	2,664.29	2,792.43
	Totals	$5,866,996.50	$4,795,231.08
	Less Transfers	5,097,966.62	4,241,032.43
	Totals	$ 769,029.88	$ 554,198.65

STATEMENT NO. 16

REVOLVING, TRUST AND AGENCY FUNDS
SUMMARY STATEMENT OF ALLOTMENTS AND EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 1947, INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD

	Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures Sept. 30, 1947	Unexpended Balance Sept. 30, 1947
Board of Bar Examiners	$ 2,172.55	$ 3,868.60	$ 6,041.15	$ 668.77	$ 5,372.38
Secretary of State	1,007.72	15,139.66	16,147.38	14,785.66	1,361.72
Special Police Officers	284.39	9.00	293.39	.....	293.39
Department of Treasury	473.71	3,600.00	4,073.71	3,275.69	798.02
Auditor of Public Accounts	80.40	13,433.95	13,514.35	13,345.05	169.30
Department of Revenue	59,409.98	330,409.69	389,819.67	315,645.05	74,174.62
Other Revenue Activities	885,552.33	1,100,206.64	1,985,758.97	850,276.76	1,135,482.21
Department of Conservation	185,925.29	885,585.70	1,071,510.99	894,940.46	176,570.53
Military Department and Aeronautics	1,742.78	2,525.00	4,267.78	1,709.65	2,558.13
Department of Agriculture	2,245.51	12,149.59	14,395.10	8,966.74	5,428.36
State Fair Board	240,227.84	203,891.33	444,119.17	297,353.14	146,766.03
Department of Health	443,617.19	1,997,269.70	2,440,886.89	2,131,006.46	309,880.43
Hospitals and Mental Hygiene	15,239.66	87,005.22	102,244.88	95,755.62	6,489.26
Division of Corrections	188,847.07	63,466.44	252,313.51	191,658.20	60,655.31
Division of Public Assistance	282,179.48	12,629,957.60	12,912,137.08	12,656,533.68	255,603.40
Department of Education	1,696.48	3,975.00	5,671.48	3,716.52	1,954.96
Vocational Education	62,124.26	4,341,138.42	4,403,262.68	4,236,796.34	166,466.34
Kentucky State College for Negroes	13,837.08	262,624.83	276,461.91	235,694.82	40,767.09
West Ky. Vocational Training School	8,583.29	16,990.04	25,573.33	19,193.22	6,380.11
Schools for the Blind and Deaf	68,599.27	89,034.67	157,633.94	68,553.80	89,080.14
University of Kentucky	536,797.20	2,525,901.48	3,062,698.68	1,566,772.19	1,495,926.49
State Teachers Colleges	388,966.92	1,508,018.78	1,896,985.70	1,471,061.55	425,924.15
Department of Library and Archives	1,428.17	2,761.55	4,189.72	1,605.17	2,584.55
Department Business Regulations and Professional Boards	280,304.68	478,408.68	758,713.36	373,152.10	385,561.26
Public Service Commission	215,401.06	5,715.01	221,116.07	96,510.12	124,605.95

Kentucky Real Estate Board	12,130.25		12,130.25			12,130.25
Department of Industrial Relations	538,007.35	42,384,833.89	42,922,841.24	42,313,824.42		609,016.82
Department of Mines and Minerals	7,107.21	10,521.14	17,628.35	6,853.28		10,775.07
Jefferson County M. C.		37,866.03	37,866.03			37,866.03
Grand Totals	$ 4,443,989.12	$69,016,307.64	$73,460,296.76	$67,869,654.46		$ 5,590,642.30

STATEMENT NO. 17

REVOLVING, TRUST AND AGENCY FUNDS

DETAILED STATEMENT OF ALLOTMENTS AND EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 1947, INCLUDING PAYMENTS DURING THE 90-DAY CLOSING PERIOD TO SEPTEMBER 30, 1947

	Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures	Unexpended Balance September 30, 1947
Board of Bar Examiners					
4000. Bar Examiners	$ 2,172.55	$ 3,868.60	$ 6,041.15	$ 668.77	$ 5,372.38
Secretary of State					
4060. Railroad Policemen	$ 1,007.72	$ 140.00	$ 1,147.72	$	$ 1,147.72
4070. Sec'y of State—Process Agents	.....	7,500.00	7,500.00	7,344.73	155.27
4080. Sec'y of State—Corporations	.....	7,499.66	7,499.66	7,440.93	58.73
Totals	$ 1,007.72	$ 15,139.66	$ 16,147.38	$ 14,785.66	$ 1,361.72
Special Police Officers					
4090. National Defense Officers' Fees	$ 284.39	$ 9.00	$ 293.39	$	$ 293.39
4100. Louisville Securities Office	$ 473.71	$ 3,600.00	$ 4,073.71	$ 3,275.69	$ 798.02
Auditor of Public Accounts					
4120. Cost of County Audits	$	$ 13,184.95	$ 13,184.95	$ 13,017.08	$ 167.87
4128. Cost of County Audits—Con't Appro.	80.40	.....	80.40	80.40	.....
4130. Auditor of Public Accounts	.....	249.00	249.00	247.57	1.43
Totals	$ 80.40	$ 13,433.95	$ 13,514.35	$ 13,345.05	$ 169.30
Department of Revenue					
4200. Gasoline Tax	$	$ 52,600.00	$ 52,600.00	$ 51,135.96	$ 1,464.04

4205.	Gasoline Tax Refund—Expense Account	34,657.07	12,932.12	47,589.19	37,688.82	9,900.37
4208.	Gasoline Tax Refund—Con't Appro.	6,705.75	.....	6,705.75	6,705.75	.....
4210.	Automobile Division	.....	142,700.00	142,700.00	140,064.21	2,635.79
4215.	Motorist Financial Responsibility	.....	50,000.00	50,000.00	31,337.39	18,662.61
4218.	Automobile Division—Con't Appro.	1,665.06	.....	1,665.06	.....	1,665.06
4220.	Operators' Licenses	16,382.10	72,177.57	88,559.67	48,712.92	39,846.75
	Totals	$ 59,409.98	$ 330,409.69	$ 389,819.67	$ 315,645.05	$ 74,174.62
	Other Revenue Activities					
4230.	Distilled Spirits and Wine—Fair	$ 19,402.18	$	$ 19,402.18	$	$ 19,402.18
4250.	Revenue Agents (Old Law)	1,009.86	.....	1,009.86	.....	1,009.86
4260.	Back Tax Section (New Law)	29,658.72	25,384.07	55,042.79	37,365.56	17,677.23
4270.	Gross Tax Receipts—County Portion	770.65	.....	770.65	.....	770.65
4280.	½ Truck License—County Share	812,912.41	1,074,822.57	1,887,734.98	812,911.20	1,074,823.78
4281.	County Share Truck License—Suspense	21,798.51	.....	21,798.51	.....	21,798.51
	Totals	$ 885,552.33	$1,100,206.64	$1,985,758.97	$ 850,276.76	$1,135,482.21
	Department of Conservation					
4300.	Division of State Parks	$ 11,268.58	$ 147,175.68	$ 158,444.26	$ 145,654.04	$ 12,790.22
4301.	Federal Admission Tax	(—) 358.00	10,900.00	10,542.00	8,378.40	2,163.60
4305.	Pennyrile State Parks	64.40	.....	64.40	.....	64.40
4306.	Levi Jackson State Park—Private Grant	7,540.00	2,000.00	9,540.00	.....	9,540.00
4307.	Levi Jackson State Park—J. M. Feltner	7,269.34	50.00	7,319.34	.....	7,319.34
4309.	Division of Parks—Land Grants	2,800.00	.....	2,800.00	.....	2,800.00
4310.	Forestry	12,104.37	100,177.36	112,281.73	108,776.98	3,504.75
4340.	Game and Fish Commission	59,814.59	691,492.85	751,307.44	621,508.28	129,799.16
4345.	Game and Fish—Special Fund	23,737.08	(—) 23,737.08	.....	.....	.....
4348.	Game and Fish—Suspense Fund	50,000.00	(—) 50,000.00	.....	.....	.....
4350.	My Old Ky. Home—Investment Proceeds	211.10	.....	211.10	.....	211.10
4360.	My Old Ky. Home—Special	484.92	.....	484.92	.....	484.92
4380.	Division of Publicity	10,988.91	7,526.89	18,515.80	10,622.76	7,893.04
	Totals	$ 185,925.29	$ 885,585.70	$1,071,510.99	$ 894,940.46	$ 176,570.53

STATEMENT NO 17—Continued

	Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures	Unexpended Balance September 30, 1947
Military Department and Aeronautics					
4460. Industrial Peace Officers	$ 1,606.84	$ 825.00	$ 2,431.84	$ 1,495.84	$ 936.00
4480. Ky. Aeronautical Commission	135.94	1,700.00	1,835.94	213.81	1,622.13
Totals	$ 1,742.78	$ 2,525.00	$ 4,267.78	$ 1,709.65	$ 2,558.13
Department of Agriculture					
4500. Dog Law Enforcement	$ 1,424.67	$ 4,673.77	$ 6,098.44	$ 2,532.62	$ 3,565.82
4510. Inspection—Stockyard Weighmen	578.17	1,600.82	2,178.99	1,903.54	275.45
4513. Inspection—Frozen Foods Locker Plants	.....	1,370.00	1,370.00	265.65	1,104.35
4520. Inspection—Tobacco Warehouse Weighmen	242.67	4,505.00	4,747.67	4,264.93	482.74
Totals	$ 2,245.51	$ 12,149.59	$ 14,395.10	$ 8,966.74	$ 5,428.36
State Fair Board					
4545. State Fair Const.	$ 2,146.55	$	$ 2,146.55	$	$ 2,146.55
4546. State Fair—Continuing Operation	238,081.29	203,891.33	441,972.62	297,353.14	144,619.48
Totals	$ 240,227.84	$ 203,891.33	$ 444,119.17	$ 297,353.14	$ 146,766.03
Department of Health					
4550. Department of Health—General	$ 83,020.62	$ 158,540.15	$ 241,560.77	$ 152,616.22	$ 88.944.55
4551. Dept. of Health—U.S.P.H. Service Title VI	2,977.17	366,191.00	369,168.17	366,069.00	3,099.17
4552. Dept. of Health—Maternal & Child Health	38,266.60	327,957.00	366,223.60	331,984.54	34,239.06
4553. Dept. of Health—Venereal Diseases—Fed.	3,223.98	293,039.00	296,262.98	296,262.98	.....
4554. V. D. Contribution—Federal	.....	10,000.00	10,000.00	1,172.68	8,827.32
4555. Tuberculosis Fund	11,264.26	220,753.00	232,017.26	232,017.25	.01
4556. Maternity and Infant Care	235,970.46	184,716.25	420,686.71	358,881.78	61,804.93
4557. Capital Outlay	.....	41,321.48	41,321.48	41,321.48	.....

4558.	Con't Appro.	527.10	100,854.00	101,381.10	101,381.10	.....
4560.	Hazelwood Sanatorium	41,968.55	60,533.27	102,501.82	10,517.92	91,983.90
4570.	Ky. Crippled Children's Commission	26,398.45	233,364.55	259,763.00	238,781.51	20,981.49
	Totals	$ 443,617.19	$1,997,269.70	$2,440,886.89	$2,131,006.46	$ 309,880.43
	Hospitals and Mental Hygiene					
4600.	Eastern State Hospital	$ 3,872.96	$ 22,391.51	$ 26,264.47	$ 25,817.87	$ 446.60
4610.	Central State Hospital	2,001.87	30,035.71	32,037.58	29,960.44	2,077.14
4620.	Western State Hospital	5,710.56	15,984.73	21,695.29	21,630.18	65.11
4630.	Kentucky Training Home	1,461.10	5,288.64	6,749.74	4,117.11	2,632.63
4635.	Boyle-Mercer Farm	2,193.17	13,304.63	15,497.80	14,230.02	1,267.78
	Totals	$ 15,239.66	$ 87,005.22	$ 102,244.88	$ 95,755.62	$ 6,489.26
	Division of Corrections					
4640.	Houses of Reform	$ 13,960.22	$ 34,968.13	$ 48,928.35	$ 45,006.73	$ 3,921.62
4650.	Reformatory	86,949.12	12,350.30	99,299.42	93,342.75	5,956.67
4660.	Penitentiary	53,679.97	14,804.32	68,484.29	65,749.45	2,734.84
4690.	Metal Stamping Plant	34,257.76	1,343.69	35,601.45	(—) 12,440.73	48,042.18
	Totals	$ 188,847.07	$ 63,466.44	$ 252,313.51	$ 191,658.20	$ 60,655.31
	Division of Public Assistance					
4700.	Federal Grants	$ 9,960.56	$ 74,566.80	$ 84,527.36	$ 70,720.25	$ 13,807.11
4720.	Ky. Children's Home Society	19,351.08	15,770.69	35,121.77	27,035.42	8,086.35
4725.	Ky. Children's Home Society—Gym Beq.	.....	75,000.00	75,000.00	.....	75,000.00
4730.	Old Age Assistance Payments, Trust Acct.	.....	8,635,367.00	8,635,367.00	8,610,082.00	25,285.00
4731.	Old Age Assistance—Unmatched Federal Funds	175,893.03	(—) 57,213.11	118,679.92	.....	118,679.92
4732.	Selective Service—Medical Survey	4,303.75	(—) 4,303.75	.....	.....	.....
4738.	Selective Service—Medical Survey—Con't Appro.	1,883.00	(—) 1,883.00	.....	.....	.....
4760.	Aid to Dependent Children—Trust Acct.	.....	3,346,515.00	3,346,515.00	3,305,859.00	40,656.00
4761.	Aid to Dependent Children—Unmatched Federal Funds	38,702.69	(—) 33,610.27	5,092.42	.....	5,092.42
4762.	Aid to Dependent Children—Admr.	.....	52,271.13	52,271.13	60,417.11	(—) 8,145.98

STATEMENT NO 17—Continued

	Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures	Unexpended Balance September 30, 1947
4765. Aid to Blind—Trust Acct.	$	$ 331,885.00	$ 331,885.00	$ 328,983.00	$ 2,902.00
4766. Aid to Blind—Unmatched Funds	6,805.61	(—) 3,783.48	3,022.13	.....	3,022.13
4767. Aid to Blind—Adm. Federal	.....	8,612.18	8,612.18	9,823.46	(—) 1,211.28
4768. Con't Appro.	2,837.00	(—) 2,837.00	.....	.....	.....
4768. Con't Appro	200.00	(—) 200.00	.....	.....	.....
4770. Old Age Assistance Administration—Fed.	21,784.41	191,409.29	213,193.70	240,852.28	(—) 27,658.58
4777. Civilian War Assistance Program—Fed.	458.35	2,391.12	2,849.47	2,761.16	88.31
Totals	$ 282,179.48	$12,629,957.60	$12,912,137.08	$12,656,533.68	$ 255,603.40
Department of Education					
4800. General Education Board	$ 1,696.48	3,975.00	$ 5,671.48	$ 3,716.52	$ 1,954.96
Vocational Education					
4810. Jeannes Fund	$ 280.60	$ 1,339.40	$ 1,620.00	$ 1,620.00	$ .....
4825. W. K. Kellogg Foundation	2,575.08	1,500.00	4,075.08	1,934.41	2,140.67
4835. Public School Lunch	522.97	1,853,362.07	1,853,885.04	1,777,766.45	76,118.59
4836. Public School Lunch—Non-Food	.....	343,508.79	343,508.79	314,463.74	29,045.05
4840. George-Deen Fund	27,493.80	369,373.24	396,867.04	389,635.40	7,231.64
4850. Smith-Hughes Fund	5,725.91	156,479.53	162,205.44	158,460.63	3,744.81
4860. Vocational Rehabilitation—Federal	26,924.16	168,648.45	195,572.61	195,156.30	416.31
4868. Vocational Rehabilitation—Con't Appro.	342.94	.....	342.94	342.94	.....
4870. Vocational Rehabilitation—Private	847.01	.....	847.01	280.60	566.41
4890. Mayo Vocational School	4,426.00	10,550.41	14,976.41	11,550.42	3,425.99
4891. Vocational Education—Itinerant Teachers	1,037.32	2,077.70	3,115.02	2,032.21	1,082.81
4894. Vocational Education—Private Fund	(—) 8,544.81	1,356,841.23	1,348,296.42	1,342,854.17	5,442.25
4896. Vocational Education—Rural War Production	457.53	(—) 437.05	20.48	.....	20.48
4896A. Out of School Youth	35.75	(—) 35.75	.....	.....	.....

4897. Vocational Education—Special Grant		74,430.40	74,430.40	38,637.21	35,793.19
4899. National Defense—Rental		3,500.00	3,500.00	2,061.86	1,438.14
Totals	$ 62,124.26	$4,341,138.42	$4,403,262.68	$4,236,796.34	$ 166,466.34
Kentucky State College for Negroes					
4900. Operation and Maintenance	$ 5,693.67	$ 165,861.30	$ 171,554.97	$ 156,453.67	$ 15,101.30
4901. Athletics	581.09	19,698.99	20,280.08	17,794.68	2,485.40
4903. F.P.H.A. Trailer Maintenance and Operation		2,343.17	2,343.17	865.16	1,478.01
4904. F.P.H.A. Barracks Maintenance and Operation		150.00	150.00	124.74	25.26
4905. Operation and Maintenance—Lincoln Institute	3,019.52	15,211.00	18,230.52	16,963.00	1,267.52
4910. Bankhead-Jones Fund		7,609.17	7,609.17	7,609.17	
4920. Morrill-Nelson Fund		8,505.50	8,505.50	7,877.75	627.75
4930. Smith-Hughes Fund	1,528.33		1,528.33	(—)3,437.76	4,966.09
4940. Construction—Private Fund	3,004.00	3,090.00	6,094.00	4,326.00	1,768.00
4941. Memorial Hall Alteration and Equipment		40,140.56	40,140.56	27,118.41	13,022.15
4959. Private Grant	10.47	15.14	25.61		25.61
Totals	$ 13,837.08	$ 262,624.83	$ 276,461.91	$ 235,694.82	$ 40,767.09
West Ky. Voc. Training School					
4960. Operation and Maintenance	$ 8,583.29	$ 16,990.04	$ 25,573.33	$ 19,193.22	$ 6,380.11
School for the Blind and Deaf					
4970. School for the Deaf—White	$ 290.21	$ 4,089.93	$ 4,380.14	$ 2,022.23	$ 2,357.91
4971. School for the Deaf—Sale of Property	475.00		475.00		475.00
4980. Workshop for Adult Blind	67,834.05	84,944.75	152,778.80	66,531.57	86,247.23
4990. Federal Blind—Rehabilitation Fund	.01.	(—) .01			
Totals	$ 68,599.27	89,034.67	$ 157,633.94	$ 68,553.80	$ 89,080.14
University of Kentucky					
5000. Division of Colleges	$ 125,801.31	$1,269,577.40	$1,395,378.71	$1,088,627.25	$ 306,751.46
5001. War Memorial Field House		403,291.00	403,291.00		403,291.00

STATEMENT NO 17—Continued

		Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures	Unexpended Balance September 30, 1947
5002.	U. K. Bldg. Revenue Bond and Int. Redemption Fund	$	$ 4,436.25	$ 4,436.25	$ 4,436.25	$
5003.	Fine Arts Building Construction		200,000.00	200,000.00		200,000.00
5010.	Experiment Station	186,577.08	462,334.46	648,911.54	354,030.06	294,881.48
5015.	Experiment Station—Suspense Fund	54,460.81	90,000.00	144,460.81	4,312.41	140,148.40
5016.	Experiment Station—Post War Adj. Exp.	60,000.00		60,000.00	15,000.00	45,000.00
5017.	Experiment Station—Repairs New Equip.	109,958.00		109,958.00	4,103.85	105,854.15
5020.	Bankhead-Jones Fund		44,867.87	44,867.87	44,867.87	
5030.	Morrill-Nelson Fund		51,394.50	51,394.50	51,394.50	
	Totals	$ 536,797.20	$2,525,901.48	$3,062,698.68	$1,566,772.19	$1,495,926.49
State Teachers College						
5050.	Eastern State Teachers College	$ 29,303.02	$ 315,276.97	$ 344,579.99	$ 313,161.72	$ 31,418.27
5055.	Eastern State Teachers College—Athletics	2,544.99	16,320.24	18,865.23	17,379.31	1,485.92
5060.	Morehead State Teachers College	15,169.37	215,962.75	231,132.12	223,591.20	7,540.92
5061.	Morehead State Teachers College—Science Rev. Bldg.	7,382.87	(—) 298.49	7,084.38		7,084.38
5062.	Morehead State Teachers College—Int. & Bond Sinking Fund		9,580.00	9,580.00	9,580.00	
5065.	Morehead State Teachers College—Athletics	3,922.33	13,018.07	16,940.40	10,393.74	6,546.66
5070.	Murray State Teachers College	11,097.93	537,723.78	548,821.71	517,545.07	31,276.64
5075.	Murray State Teachers College—Athletics	4,864.37	47,188.71	52,053.08	41,519.02	10,534.06
5078.	Continued Appropriation	8,000.00		8,000.00		8,000.00
5080.	Western State Teachers College	292,857.30	324,571.47	617,428.77	302,643.05	314,785.72
5085.	Western State Teachers College—Athletics	13,824.74	28,675.28	42,500.02	35,248.44	7,251.58
	Totals	$ 388,966.92	$1,508,018.78	$1,896,985.70	$1,471,061.55	$ 425,924.15

Department of Library and Archives					
5150. Library Extension Division	$ 213.79	$ 686.88	$ 900.67	$ 500.49	$ 400.18
5160. Kentucky Historical Society	593.49	1,894.57	2,488.06	1,031.52	1,456.54
5170. Stephenson Fund	365.00	142.10	507.10	.....	507.10
5180. Board of Certification	255.89	38.00	293.89	73.16	220.73
Totals	$ 1,428.17	$ 2,761.55	$ 4,189.72	$ 1,605.17	$ 2,584.55
Dept. Business Regulations, Professional Boards					
5200. Supervision of Professional Regulations	$ 887.51	.....	$ 887.51	$	$ 887.51
5210. State Board of Accountancy	3,240.63	8,152.00	11,392.63	4,914.94	6,477.69
5220. State Board of Architects	23.98	2,904.00	2,927.98	2,827.68	100.30
5230. State Board of Barbers and Beauticians	19,035.59	41,919.00	60,954.59	27,746.63	33,207.96
5240. State Board of Chiropractic Examiners	6,970.78	5,871.00	12,841.78	3,170.42	9,671.36
5250. State Board of Dental Examiners	7,495.20	5,442.00	12,937.20	5,471.74	7,465.46
5260. State Board of Embalmers	6,191.57	15,122.00	21,313.57	12,036.37	9,277.20
5270. State Board of Pharmacy	3,484.94	9,935.00	13,419.94	9,618.63	3,801.31
5271. Pharmacy–Prophylactic	5,770.39	7,210.00	12,980.39	8,721.63	4,258.76
5280. State Board of Trained Nurses	32,006.56	18,270.00	50,276.56	17,635.04	32,641.52
5290. State Board of Veterinary Examiners	291.04	622.00	913.04	431.69	481.35
5300. Division of Motor Transportation	599.38	74,400.62	75,000.00	74,207.19	792.81
5301. Division of Motor Transportation—Con't Appro.	4.25	22.08	26.33	.....	26.33
5305. Division of Insurance—Fire Prevention and Rates	111,733.65	17,506.80	129,240.45	107,480.89	21,759.56
5306. Fire Prevention and Rates—Suspense	.....	149,759.40	149,759.40	.....	149,759.40
5308. Continued Appropriation	22.75	4,659.39	4,682.14	2,221.38	2,460.76
5310. Insurance Examiners Expense	2.00	44,742.65	44,744.65	44,742.65	2.00
5320. State Board of Professional Engineers	21,696.72	7,751.70	29,448.42	7,376.89	22,071.53
5330. Kentucky Real Estate Commission	7,561.33	8,988.05	16,549.38	9,157.28	7,392.10
5340. Division of Banking	53,286.41	55,130.99	108,417.40	35,391.05	73,026.35
Totals	$ 280,304.68	$ 478,408.68	$ 758,713.36	$ 373,152.10	$ 385,561.26
Public Service Commission					
5400. Salaries and Expenses	$ 215,401.06	$ 5,715.01	$ 221,116.07	$ 96,510.12	$ 124,605.95

STATEMENT NO 17—Continued

	Allotments Balances Beginning of Year	Net Allotments Made	Total Allotments	Net Expenditures	Unexpended Balance September 30, 1947
Kentucky Real Estate Board					
5450. Public Property Fund	$ 3,380.25	$	$ 3,380.25	$	$ 3,380.25
5451. Sale of Welfare Property	8,750.00		8,750.00		8,750.00
Totals	$ 12,130.25	$	$ 12,130.25	$	$ 12,130.25
Department of Industrial Relations					
5500. Unemployment Compensation—Adm.	$ 3,558.70	$	$ 3,558.70	$	$ 3,558.70
5501. Unemployment Compensation—Suspense	326,681.71	90,142.66	416,824.37	40,697.00	376,127.37
5502. Unemployment Compensation—State	26,193.02	464,333.38	490,526.40	458,588.36	31,938.04
5503. Kentucky State Employment Service		344,379.00	344,379.00	268,000.24	76,378.76
5505. Veterans Self-Employment Benefits		3,957,866.00	3,957,866.00	3,957,766.00	100.00
5511. Merit System—Admr.		14,230.00	14,230.00	9,436.59	4,793.41
5520. Workmen's Compensation Board	181,573.92	(—) 5,982.93	175,590.99	88,226.23	87,364.76
5530. Subsequent Injury—Fund Cost		28,455.78	28,455.78		28,455.78
5580. Veterans Unemployment—Benefits		36,945,135.00	36,945,135.00	36,944,835.00	300.00
5581. Veterans Unemployment—Admr.		546,275.00	546,275.00	546,275.00	
Totals	$ 538,007.35	$42,384,833.89	$42,922,841.24	$42,313,824.42	$ 609,016.82
Department of Mines and Minerals					
5650. Division of Geology	$ 5,848.35	$ 2,729.72	$ 8,578.07	$ 2,383.86	$ 6,194.21
5660. Division of Geology—Private Donations		4,289.42	4,289.42	4,289.42	
5670. Coal Mining Division	1,258.86	3,502.00	4,760.86	180.00	4,580.86
Totals	$ 7,107.21	$ 478,408.68	$ 758,713.36	$ 6,853.28	$ 10,775.07
Jefferson County M. C.					
5800. Master Commissioner	$	$ 37,866.03	$ 37,866.03	$	$ 37,866.03

Grand Totals	$4,443,989.12	$69,016,307.64	$73,460,296.76	$67,869,654.46	$5,590,642.30
Refund of Federal Allotments	30,508.81	.....	30,508.81	.....	30,508.81
Net Grand Totals	$4,413,480.31	$69,016,307.64	$73,429,787.95	$67,869,654.46	$5,560,133.49
Not Otherwise Classified					
5940. National Forest Fund—Suspense	$	$ 27,379.76	$ 27,379.76	$ 27,379.76	$ .....
5945. Federal Flood Control—Payments Payable to Counties	.....	1,863.85	1,863.85	1,863.85	.....
5950. Payment on Prior Year Encumbrances	.....	.....	.....	590,203.45	(–)590,203.45
5980. Non-Resident Income Tax—Suspense	3,988.80	.....	3,988.80	.....	3,988.80
5990. Refund of Receipts	.....	.....	.....	66,761.13	(–) 66,761.13
5991. Refund of Federal Allotments Prior Year	.....	.....	.....	30,508.81	(–) 30,508.81
6000. Petty Cash Advances	.....	.....	.....	.....	.....
6025. Social Security Clearing	.....	274.00	274.00	274.00	.....
6026. Clearing Account—Aid to Dependent Children	.....	151.00	151.00	151.00	.....
6027. Clearing Account—Aid to Blind	.....	32.00	32.00	32.00	.....
6040. Dept. of Education—Special Investments	53,731.25	.....	53,731.25	.....	53,731.25
6050. Dept. of Education—Revenue from Investments—Suspense	9,854.25	.....	9,854.25	.....	9,854.25
6060. Kentucky Training Home—Mallory Investments	2,000.00	.....	2,000.00	.....	2,000.00
6070. Kentucky Training Home—Revenue from Mallory Investments—Suspense	449.56	.....	449.56	.....	449.56
6080. Non-Elective Peace Officers	.....	283,556.90	283,556.90	283,556.90	.....
Totals	$ 70,023.86	$ 313,257.51	$ 383,281.37	$1,000,730.90	$(–)617,449.53

STATEMENT NO. 18

REVOLVING, TRUST AND AGENCY FUNDS
ANALYSIS OF NET EXPENDITURES FOR FISCAL YEAR 1946-47
INCLUDING EXPENDITURES DURING THE 90-DAY CLOSING PERIOD TO SEPTEMBER 30, 1947

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
Board of Bar Examiners				
4000. Bar Examiners	$ 668.77	$	$	$ 668.77
Secretary of State				
4070. Secretary of State—Process Agents	$ 5,999.14	$ 1,345.59	$	$ 7,344.73
4080. Secretary of State—Corporations	5,831.70	1,609.23		7,440.93
Totals	$ 11,830.84	$ 2,954.82	$	$ 14,785.66
4100. Louisville Securities Office	$ 3,275.69	$	$	$ 3,275.69
Auditor of Public Accounts				
4120. Cost of County Audits	$ 13,017.08	$	$	$ 13,017.08
4128. Cost of County Audits—Con't Appro.	80.40			80.40
4130. Auditor of Public Accounts	253.57		6.00	247.57
Totals	$ 13,351.05	$	$ 6.00	$ 13,345.05
Department of Revenue				
4200. Gasoline Tax	$ 51,104.58	$ 31.38	$	$ 51,135.96
4205. Gasoline Tax Refund Expense Account	37,280.40	408.42		37,688.82
4208. Gasoline Tax Refund—Con't Appro.	6,705.75			6,705.75
4210. Automobile Division	134,408.08	5,656.13		140,064.21
4215. Motorists Financial Responsibility	31,337.39			31,337.39
4220. Operator's Licenses	48,213.37	499.55		48,712.92
Totals	$ 309,049.57	$ 6,595.48	$	$ 315,645.05

Other Revenue Activities				
4260. Back Tax Section (New Law)	$ 37,158.16	$ 207.40	$	$ 37,365.56
4280. ½ Truck License—County Share	812,911.20			812,911.20
Totals	$ 850,069.36	$ 207.40	$	$ 850,276.76
Department of Conservation				
4300. Division of State Parks	$ 135,426.90	$ 10,227.14	$	$ 145,654.04
4301. Federal Admission Tax	8,378.40			8,378.40
4310. Forestry	106,602.98	3,090.01	916.01	108,776.98
4340. Game and Fish Commission	607,483.39	14,185.03	160.14	621,508.28
4380. Division of Publicity	7,877.80	3,294.43	549.47	10,622.76
Totals	$ 865,769.47	$ 30,796.61	$ 1,625.62	$ 894,940.46
Military Department				
4460. Industrial Peace Officers	$ 1,081.94	$ 413.90	$	$ 1,495.84
4480. Ky. Aeronautical Commission	213.81			213.81
Totals	$ 1,295.75	$ 413.90	$	$ 1,709.65
Department of Agriculture				
4500. Dog Law Enforcement	$ 1,089.88	$ 1,442.74	$	$ 2,532.62
4510. Inspection Stockyard Weighmen	1,453.54	450.00		1,903.54
4513. Inspection—Frozen Food Locker Plants	125.65	140.00		265.65
4520. Inspection—Tobacco Warehouse Weighmen	3,056.61	1,208.32		4,264.93
Totals	$ 5,725.68	$ 3,241.06	$	$ 8,966.74
State Fair Board				
4546. State Fair Continuing—Operation	$ 289,834.12	$ 7,519.02	$	$ 297,353.14
Department of Health				
4550. Department of Health—General	$ 69,752.40	$ 141,177.20	$ 58,313.38	$ 152,616.22
4551. Department of Health—U.S.P.H. Service Title VI	278,136.71	87,932.29		366,069.00
4552. Department of Health—Maternal and Child	242,079.17	89,905.37		331,984.54
4553. Department of Health—Veneral Disease—Federal	208,544.87	87,718.11		296,262.98

STATEMENT NO. 18—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
4554. V. D. Contribution—Federal	$ 242.68	$ 930.00	$	$ 1,172.68
4555. Tuberculosis Fund	201,980.34	30,036.91		232,017.25
4556. Department of Health—Maternity & Infant Care—Federal	344,858.56	14,023.22		358,881.78
4557. Louisville & Jefferson County—R. T. Center	41,321.48			41,321.48
4558. Ky. V. D. R. T. Center	90,160.09	11,221.01		101,381.10
4560. Hazelwood Sanatorium	10,498.93	18.99		10,517.92
4570. Ky. Crippled Children's Commission	238,781.51			238,781.51
Totals	$ 1,726,356.74	$ 462,963.10	$ 58,313.38	$ 2,131,006.46
Hospitals and Mental Hygiene				
4600. Eastern State Hospital	$ 18,481.91	$ 23,843.83	$ 16,507.87	$ 25,817.87
4610. Central State Hospital	19,924.08	13,366.46	3,330.10	29,960.44
4620. Western State Hospital	25,192.35	3,155.61	6,717.78	21,630.18
4630. Ky. Training Home	2,072.69	5,553.13	3,508.71	4,117.11
4635. Boyle-Mercer Farm	10,194.09	23,806.43	19,770.50	14,230.02
Totals	$ 75,865.12	$ 69,725.46	$ 49,834.96	$ 95,755.62
Division of Corrections				
4640. Houses of Reform	$ 55,285.15	$ 11,614.34	$ 21,892.76	$ 45,006.73
4650. Reformatory	110,493.68	9,659.22	26,810.15	93,342.75
4660. Penitentiary	68,386.47	1,895.60	4,532.62	65,749.45
4690. Metal Stamping Plant	67,491.94	3,907.00	83,839.67	(—) 12,440.73
Totals	$ 301,657.24	$ 27,076.16	$ 137,075.20	$ 191,658.20
Division of Child Welfare				
4700. Federal Grants	$ 69,465.46	$ 2,784.59	$ 1,529.80	$ 70,720.25
4720. Kentucky Children's Home Society	21,361.46	8,713.59	3,039.63	27,035.42

Totals	$ 90,826.92	$ 11,498.18	$ 4,569.43	$ 97,755.67
Division of Public Assistance				
4730. Old Age Assistance Payments—Trust Acct.	$ 8,610,082.00	$	$	$ 8,610,082.00
4760. Aid to Dependent Children Trust Acct.	3,305,859.00			3,305,859.00
4762. Aid to Dependent Children—Adm.	60,417.11			60,417.11
4765. Aid to the Blind—Trust Acct.	328,983.00			328,983.00
4767. Aid to the Blind Adm. Federal	9,823.46			9,823.46
4770. Old Age Assistance Adm.—Federal	240,852.28			240,852.28
4777. Civilian War Assistance Program—Federal	2,761.16			2,761.16
Totals	$12,558,778.01	$	$	$12,558,778.01
Department of Education				
4800. General Education Board	$ 2,645.17	$ 1,071.35	$	$ 3,716.52
Vocational Education				
4810. Jeannes Fund	$ 1,520.45	$ 99.55	$	$ 1,620.00
4825. W. K. Kellogg Foundation	1,931.48	2.93		1,934.41
4835. Extended School Service—Federal	1,777,766.45			1,777,766.45
4836. Public School Lunch—Non Food	314,463.74			314,463.74
4840. George-Dean Fund	329,880.46	66,589.38	6,834.44	389,635.40
4850. Smith-Hughes Fund	123,981.34	35,149.29	670.00	158,460.63
4860. Vocational Rehabilitation—Federal	178,667.60	16,488.70		195,156.30
4868. Vocational Rehabilitation—Con't Appro.	342.94			342.94
4870. Vocational Rehabilitation—Private	280.60			280.60
4890. Mayo Vocational School	13,123.12		1,572.70	11,550.42
4891. Vocational Education—Itinerant Teachers	15,408.11	97.50	13,473.40	2,032.21
4894. Vocational Education Farm Training for Veterans	1,279,210.13	67,257.98	3,613.94	1,342,854.17
4897. Vocational Education—Special Grant	37,757.21	880.00		38,637.21
4899. Supervision of Handicapped Children	2,054.47	7.39		2,061.86
Totals	$ 4,076,388.10	$ 186,572.72	$ 26,164.48	$ 4,236,796.34
Kentucky State College for Negroes				
4900. Operation and Maintenance	$ 154,197.65	$ 5,312.27	$ 3,056.25	$ 156,453.67

STATEMENT NO. 18—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
4901. Athletics	$ 17,730.07	$ 64.61	$	$ 17,794.68
4903. F.P.H.A. Trailer Maintenance & Operation	865.16			865.16
4904. F.P.H.A. Barracks Maintenance & Operation	124.74			124.74
4905. Lincoln Institute	17,325.50		362.50	16,963.00
4910. Bankhead-Jones Fund		7,609.17		7,609.17
4920. Morrill-Nelson Fund		7,877.75		7,877.75
4930. Smith-Hughes Fund			3,437.76	(—) 3,437.76
4940. Federal Planning Fund	4,326.00			4,326.00
4941. Memorial Hall—Alteration and Equipment	27,118.41			27,118.41
Totals	$ 221,687.53	$ 20,863.80	$ 6,856.51	$ 235,694.82
4960. West Kentucky Vocational Training School	$ 20,528.22	$	$ 1,335.00	$ 19,193.22
School for the Blind and Deaf				
4970. School for the Deaf—White	$ 2,022.23	$	$	$ 2,022.23
4980. Workshop for Adult Blind	71,604.23	10.29	5,082.95	66,531.57
Totals	$ 73,626.46	$ 10.29	$ 5,082.95	$ 68,553.80
University of Kentucky				
5000. Division of Colleges	$ 1,198,079.76	$ 266,002.91	$ 375,455.42	$ 1,088,627.25
5002. Division of Colleges—Bond Redemption	51,852.50		47,416.25	4,436.25
5010. Experiment Station	178,071.93	334,010.26	158,052.13	354,030.06
5015. Experiment Station—Suspense Fund	4,269.91	42.50		4,312.41
5016. Experiment Station—Post War Adjustment Exp.		15,000.00		15,000.00
5017. Experiment Station—Repairs & New Equipment	4,103.85			4,103.85
5020. Bankhead-Jones Fund		44,867.87		44,867.87
5030. Morrill-Nelson Fund		57,385.14	5,990.64	51,394.50
Totals	$ 1,436,377.95	$ 717,308.68	$ 586,914.44	$ 1,566,772.19

State Teachers College					
5050. Eastern State Teachers College	$ 313,275.34	$ 2,842.30	$ 2,955.92	$ 313,161.72
5055. Eastern State Teachers College	18,804.31	.....	1,425.00	17,379.31
5060. Morehead State Teachers College	212,354.15	14,674.84	3,437.79	223,591.20
5062. Morehead State Teachers College Interest & Bond Sinking Fund	9,580.00	.....	.....	9,580.00
5065. Morehead State Teachers College—Athletics	10,718.74	500.00	825.00	10,393.74
5070. Murray State Teachers College	528,234.59	32,211.62	42,901.14	517,545.07
5075. Murray State Teachers College—Athletics	38,627.99	3,641.03	750.00	41,519.02
5080. Western Ky. State Teachers College	312,562.45	1,613.19	11,532.59	302,643.05
5085. Western State Teachers College—Athletics	34,748.44	1,250.00	750.00	35,248.44
Totals	$ 1,478,906.01	$ 56,732.98	$ 64,577.44	$ 1,471,061.55
Department of Library and Archives				
5150. Library Extension Division	$ 500.49	$	$	$ 500.49
5160. Ky. Historical Society	985.61	45.91	.....	1,031.52
5180. Board of Certification	71.23	1.93	.....	73.16
Totals	$ 1,557.33	$ 47.84	$	$ 1,605.17
Department of Business Regulations and Professional Boards				
5210. State Board of Accountancy	$ 4,585.80	$ 329.14	$	$ 4,914.94
5220. State Board of Architects	2,496.55	331.13	.....	2,827.68
5230. State Board of Barbers and Beauticians	26,941.14	805.49	.....	27,746.63
5240. State Board of Chiropractic Examiners	2,996.16	174.26	.....	3,170.42
5250. State Board of Dental Examiners	5,314.89	156.85	.....	5,471.74
5260. State Board of Embalmers	11,634.62	401.75	.....	12,036.37
5270. State Board of Pharmacy	9,583.18	35.45	.....	9,618.63
5271. Pharmacy—Prophylactic	8,718.06	3.57	.....	8,721.63
5280. State Board of Trained Nurses	16,838.75	796.29	.....	17,635.04
5290. State Board of Veterinary Examiners	401.97	29.72	.....	431.69
5300. Division of Motor Transportation	72,078.71	2,128.48	.....	74,207.19
5305. Division of Insurance—Fire Prevention and Rates	106,129.03	1,351.86	.....	107,480.89
5308. Division of Insurance—Con't Appro.	2,221.38	.....	.....	2,221.38
5310. Insurance Examiners Expense	44,742.65	.....	.....	44,742.65

STATEMENT NO. 18—Continued

	Disbursements Authorized	Inter-Account Transactions		Net Expenditures
		Charges	Credits	
5320. State Board of Professional Engineers	$ 7,043.01	$ 333.88	$	$ 7,376.89
5330. Kentucky Real Estate Commission	8,723.03	434.25		9,157.28
5340. Division of Banking	34,531.94	359.11		35,391.05
Totals	$ 364,980.87	$ 8,171.23	$	$ 373,152.10
Public Service Commission				
5400. Salaries and Expenses	$ 95,954.32	$ 555.80	$	$ 96,510.12
Department of Industrial Relations				
5501. Unemployment Compensation Administration	$ 40,697.00	$	$	$ 40,697.00
5502. Unemployment Compensation—State	996,810.16	8,626.05	546,847.85	458,588.36
5503. Ky. State Employment Service—Adm.	267,227.39	772.85		268,000.24
5505. Veterans Self-Employment Benefits	3,957,766.00			3,957,766.00
5511. Merit System—Adm.	20,153.83	1,794.95	12,512.19	9,436.59
5520. Workmen's Compensation Board	84,596.56	4,374.89	745.22	88,226.23
5580. Veterans Unemployment Benefits	36,944,835.00			36,944,835.00
5581. Veterans Unemployment—Adm.		546,275.00		546,275.00
Totals	$42,312,085.94	$ 561,843.74	$ 560,105.26	$42,313,824.42
Department of Mines and Minerals				
5650. Division of Geology	$ 2,174.46	$ 209.40	$	$ 2,383.86
5660. Division of Geology—Private Donations	4,289.42			4,289.42
5670. Coal Mining Division	180.00			180.00
Totals	$ 6,643.88	$ 209.40	$	$ 6,853.28
GRAND TOTALS	$67,195,736.11	$ 2,176,379.02	$ 1,502,460.67	$67,869,654.46

Not Otherwise Classified				
5940. National Forest Fund—Suspense	$ 27,379.76	$	$	$ 27,379.76
5945. Federal Flood Control Payments (Payable to Counties)	1,863.85			1,863.85
5950. Payment on Prior Year Encumbrances	600,589.02	57,875.11	68,260.68	590,203.45
5990. Refund of Receipts	66,761.13			66,761.13
5991. Refund of Federal Allotments Prior Year	30,508.81			30,508.81
6025. Social Security Clearing	274.00			274.00
6026. Clearing Account Aid to Dependent Children	151.00			151.00
6027. Clearing Account—Aid to Blind	32.00			32.00
6080. Non-Elective Peace Officers	283,556.90			283,556.90
Totals	$ 1,011,116.47	$ 57,875.11	$ 68,260.68	$ 1,000,730.90

STATE ROAD FUND

STATEMENT NO. 19: COMPARATIVE BALANCE SHEET

As of March 31, 1947 and March 31, 1946

Assets	**March 31, 1947**	**March 31, 1946**
Cash in Bank	$21,794,894.50	$16,464,799.50
Less: Encumbrances and Agreements Outstanding	14,612,959.44	8,764,499.19
Net Unencumbered Cash	7,181,935.06	7,700,300.31
Toll Bridge Change Fund	95.00	110.00
Petty Cash Fund	2,000.00	2,000.00
Federal Aid Receivable	4,962,210.84	2,560,816.42
Advances to Other Funds	50,000.00	.00
Totals	$12,196,240.90	$10,263,226.73
Liabilities, Reserves and Surplus		
Contractors Deposits	$ 1,796.33	$ 1,796.33
Reserve for Federal Aid Receivable	4,962,210.84	2,560,816.42
Surplus	7,232,233.73	7,700,613.98
Totals	$12,196,240.90	$10,263,226.73

STATE ROAD FUND

STATEMENT NO. 20: ANALYSIS OF CHANGE IN SURPLUS

Fiscal Years Ended March 31, 1947 and March 31, 1946

	March 31, 1947	March 31, 1946
Surplus—Beginning of Year*	$ 7,700,613.98	$ 8,298,185.19
Additions		
Rural Highway Agreements Forwarded	$ 655,263.84	$ 547,958.88
Prior Year Encumbrances Forwarded	1,855,845.10	2,395,860.07
Prior Year Encumbrances Cancelled	4,290,781.38	1,272,607.97
Revenue Receipts	31,929,382.29	19,945,126.69
Refunds of Prior Year Disbursements	23,579.01	10,872.96
Lapses of Transfers to Other Funds	515.42	10,026.32
Surplus Adjustments	50,000.00	.00
Total Additions	$38,805,367.04	$24,182,452.89
Deductions		
Disbursements Authorized	$24,660,787.85	$15,965,164.50
Encumbrance Charges Outstanding	13,800,224.68	8,109,235.35
Rural Highway Agreements	812,734.76	655,263.84
Surplus Adjustments	.00	50,360.41
Total Deductions	$39,273,747.29	$24,780,024.10
Net Increase in Surplus	$	$ .00
Net Increase in Surplus	468,380.25	597,571.21
Surplus—Close of Year*	$ 7,232,233.73	$ 7,700,613.98

* Not including Federal Aid Receivable.

STATE ROAD FUND

STATEMENT NO. 21: ANALYSIS OF CHANGE OF SURPLUS SHOWING BUDGETARY OPERATIONS

Fiscal Year Ended March 31, 1947

Surplus—Beginning of Year*		$ 7,700,613.98
Additions		
Rural Highway Agreements Forwarded	$ 655,263.84	
Prior Year Encumbrances Forwarded	1,855,845.10	
Prior Year Encumbrances Cancelled	4,290,781.38	
Refunds of Prior Year Disbursements	23,579.01	
Lapses from Other Funds	515.42	
Surplus Adjustments	50,000.00	
Total Adjustments		$ 6,875,984.75
Excess of Allotments over Charges		
Allotments	$42,667,868.54	
Charges	38,461,012.53	
Net Excess		$ 4,206,856.01
Excess Revenue over Estimated Revenue		
Revenue	$31,929,382.29	
Estimated Revenue	27,149,972.86	
Net Excess		$ 4,779,409.43
Total Surplus and Additions		$23,562,864.17
Deductions		
Excess Allotments over Estimated Revenue		
Allotments	$42,667,868.54	
Estimated Revenue	27,149,972.86	
Net Excess	$15,517,895.68	
Rural Highway Agreements Outstanding	812,734.76	
Total Deductions		$16,330,630.44
Surplus—Close of Year*		$ 7,232,233.73

* Does not include Federal Aid Receivable.

STATE ROAD FUND

STATEMENT NO. 22: SOURCE AND APPLICATION OF FUNDS

Fiscal Year Ended March 31, 1947

Source of Funds		
Free Cash Balance—Beginning of Year		$ 7,700,300.31
Add: Encumbrances brought forward		
Paid during 3-Months Period	$ 1,962,608.87	
Cancelled—End of 3-Months Period	4,290,781.38	
Continued from Prior Year	2,511,108.94	
Total Encumbered Cash		8,764,499.19
Total Cash Forwarded		$16,464,799.50
Additions		
Revenue Receipts	$31,929,382.29	
Refunds of Prior Year Disbursements	23,579.01	
Lapses from Other Funds	515.42	
Decrease in Toll Bridge Fund	15.00	
Total Additions		$31,953,491.72
Total to be Accounted for		$48,418,291.22
Deductions		
Net Disbursements (March 31)	$24,660,787.86	
Prior Year Encumbrances Paid	1,962,608.87	
Total Deductions		$26,623,396.73
Cash Balance—March 31		$21,794,894.49
Deduct: Encumbrance Obligations		
Prior Year Encumbrances	$13,800,224.68	
Rural Highway Agreements Outstanding	812,734.76	
Total Encumbered Cash		$14,612,959.44
Free Cash Balance—Close of Year		$ 7,181,935.05

STATE ROAD FUND
STATEMENT NO. 23: SUMMARY OF RECEIPTS
COMPARED WITH THE BUDGET ESTIMATE AND WITH PRECEDING YEAR RECEIPTS
Fiscal Year Ended March 31, 1947

Source	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimate or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I. Excise Taxes	$23,044,788.83	$ 3,477,525.83	$ 7,135,978.97
II. Licenses and Permits	4,680,351.35	1,234,181.35	1,903,877.26
III. Departmental Fees, Sales and Rentals	96,801.99	54,447.62	25,761.99
IV. Subventions and Grants	4,084,130.49	.....	3,000,707.01
V. Miscellaneous Revenue	23,309.63	13,254.63	82,069.63*
Total Revenue	$31,929,382.29	$ 4,779,409.43	$11,984,255.60
Non-Revenue Receipts	67,534.28		26,568.82*
Total Receipts	$31,996,916.57		$11,957,686.78

STATE ROAD FUND
STATEMENT NO. 24: DETAILED STATEMENT OF RECEIPTS COMPARED WITH THE BUDGET ESTIMATE AND WITH PRECEDING YEAR RECEIPTS
Fiscal Year Ended March 31, 1947

	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimate or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
I. Excise Taxes			
2101. Gasoline Tax	$19,734,827.24	$ 2,734,827.24	$ 4,687,421.20
2102. Tax on Other Motor Fuels	51,824.69	11,824.69	4,316.83
2103. Bus Mileage Tax	293,874.02	43,874.02	33,623.55
2104. Truck Mileage Tax	686,897.12	411,897.12	438,406.50
2105. Motor Vehicle Usage Tax	2,275,102.76	275,102.76	1,969,947.89
2106. Penalty on Truck Mileage or Weight Tax	2,263.00	.....	2,263.00
Totals	$23,044,788.83	$ 3,477,525.83	$ 7,135,978.97
II. Licenses and Permits			
2211. Passenger Car Licenses	$ 1,872,455.49	$ 172,455.49	$ 455,546.61
2212. Truck License (½)	1,448,488.90	748,488.90	791,763.92
2213. Motorcycle Licenses	6,751.37	3,151.37	2,950.86
2214. Dealers' Motor Licenses	47,772.18	22,772.18	9,319.68
2215. Transfer of Motor Licenses	243,639.00	93,639.00	68,159.90
2216. Special Motor Licenses	2,199.00	199.00	24.23
2217. In-Transit Motor Licenses	1,057.88	657.88	557.04
2218. Penalties—Motor Licenses	372.34	172.34	313.35
2219. Penalties on Circuit Clerk—Operator's Licenses	12.15	187.85*	21.58*
2221. Bus Licenses (Except City)	313,678.88	88,678.88	44,983.42
2222. City Bus Licenses	50,862.98	10,862.98	6,540.25
2223. Common Carrier Certificates	11,065.00	3,065.00	3,045.00
2224. Taxi Licenses	15,899.37	7,399.37	2,936.62
2225. Truck Permits	95,900.00	50,900.00	44,085.00

STATEMENT NO. 24—Continued

	Total Receipts Fiscal Year	Excess of Receipts Over Budget Estimate or Deficiency*	Increase of Receipts Over Preceding Year or Decrease*
2226. Bus Drivers' Certificates	77,748.75	52,748.75	53,276.00
2227. Contract Taxicab's Permits	12,440.00	830.00*	840.00
2260. Operator's License Motor Vehicles	480,008.06	19,991.94*	419,556.96
Totals	$ 4,680,351.35	$ 1,234,181.35	$ 1,903,877.26
III. Departmental Fees, Sales and Rentals			
2302. Pickup service fees	$ 13.88	$	$ 1.23
2303. Fees—Truck Permits	26,588.02	6,588.02	4,841.23
2304. Contractors' Pre-Qualification Fees	4,230.00	1,230.00	1,040.00
2311. Sales of Specifications and Blue Prints	5,059.25	2,559.25	458.60
2314. Sale of Junk	46,353.74	41,353.74	5,057.21
2315. Sales not Otherwise Classified	9,612.80	.....	9,532.70
2323. Rental of Buildings	2,816.61	2,716.61	2,726.61
2324. Rentals not Otherwise Classified	2,127.69	.....	2,104.41
Totals	$ 96,801.99	$ 54,447.62	$ 25,761.99
IV. Subvention and Grants			
2602. Federal Aid	$ 4,063,762.27	$	$ 2,986,638.79
2611. County Aid	6,398.60	.....	98.60
2623. Rural Highway County Aid	13,969.62	.....	13,969.62
Totals	$ 4,084,130.49	$	$ 3,000,707.01
V. Miscellaneous Revenue			
2711. Forfeits—Road Contractors	$ 55.00	$	$ 55.00
2712. Assessment for Damage to Property	23,254.63	13,254.63	9,666.46

2713.	Federal Reimbursement for Damage			91,791.09*
	Totals	$ 23,309.63	$ 13,254.63	$ 82,069.63*
Non-Revenue Receipts				
2820.	Refunds of Preceding Year Disbursements	$ 1,241.37		$ 20,588.71*
2821.	Refunds of Prior Year Disbursements	23,579.01		12,706.05
2822.	Refunds of Current Year Disbursements	42,153.48		8,000.67*
2823.	Repayments Toll Bridge Advances	$ 45.00		$ 560.00*
2855.	Lapse of Previous Year Allotments Transferred to Other Funds	515.42		9,510.90*
2876.	Sale of Old Equipment			614.59*
	Totals	$ 67,534.28		$ 26,568.82*

STATE ROAD FUND
STATEMENT NO. 25
Statement of Charges and Allotments for Fiscal Year April 1, 1946 to March 31, 1947

		En-cumbrances Outstanding	Non-Cash Charges	Non-Cash Credits	Disburse-ments Authorized	Net Expenditures	Total Allotments	Available Balance
7000.	Engineering	$ 203,394.71	$ 234,057.77	$ 33,937.33	$ 709,965.64	$ 910,086.08	$ 1,125,000.00	$ 11,519.21
7001.	Highway Planning Survey	2,651.66	6,221.59	954.14	87,441.99	92,709.44	106,000.00	10,638.90
7010.	Constructions	848,682.02	1,683.00	6.00	2,324,738.52	2,326,415.52	3,325,000.00	149,902.46
7011.	Construction Primary Fed. Aid	3,151,571.63	111.56		3,951,703.64	3,951,815.20	7,880,759.06	777,372.23
7012.	Construction Urban Fed. Aid	206,671.36					1,387,348.52	1,180,677.16
7013.	Construction Secondary Federal Aid	3,720,649.33		1,087.96	5,129,938.76	3,128,850.80	6,955,046.81	105,546.68
7014.	Construction Misc. Federal Aid	421,424.05			172,124.82	172,124.82	646,099.43	52,550.56
7020.	Locations	170,696.36	36,033.36	8,705.28	284,440.48	311,768.56	503,900.00	21,435.08
7030.	Equipment	676,463.17	198,035.80	2,088,571.37	2,212,404.82	321,869.25	500,000.00	(—)498,332.42
7033.	New Equipment	761,529.58	30,422.02	15,120.99	1,006,957.95	1,022,258.98	2,123,947.13	340,158.57
7034.	Lots and Buildings	251,070.30	19,254.33	61.47	51,249.65	70,442.51	542,109.51	220,596.70
7040.	Maintenance	1,600,795.01	3,377,723.90	103,332.18	2,758,830.79	6,033,222.51	8,074,188.69	440,171.17
7050.	Reconstruction	345,922.06	177,017.94	1,245.89	203,983.40	379,755.45	1,086,136.81	360,459.30
7060.	Administration	69,859.29	182,535.82	13,600.85	359,137.32	528,072.29	600,000.00	2,068.42
7070.	Toll Bridges	4,233.83	293.02	1.60	17,884.12	18,175.54	45,000.00	22,590.63
7080.	Highway Patrol	58,641.55	115,950.51	19,848.04	344,082.91	440,135.38	500,000.00	1,173.07
7080A.	Highway Patrol—Con't Appro.				2,121.57	2,121.57	2,285.57	164.00
7090.	Board of Claims	9,801.15	140.00		10,143.74	10,283.74	25,000.00	4,915.11
7100.	Workmen's Compensation	49,301.21	8.66		50,142.93	50,151.59	100,000.00	547.20
7110.	Radio-Communication	4,467.40			532.60	532.60	10,000.00	5,000.00
7193.	Rural Highways	972,014.28	1,761,178.01	42,227.34	2,306,047.30	4,024,997.97	5,809,747.01	812,734.76
7200.	Payroll Clearing	270,384.73		3,648,542.26	4,183,426.97	534,884.71	1,000,000.00	194,730.56
7210.	Motor Transportation				270,300.00	270,300.00	270,300.00	
7211.	Gasoline Tax				9,763.34	9,763.34		(—) 9,763.34
7215.	Motorist Financial Responsibility Law				50,000.00	50,000.00	50,000.00	
	Totals	$13,800,224.68	$6,140,667.29	$5,977,242.70	$24,497,363.26	$24,660,787.85	$42,667,868.54	$4,206,856.01

Disbursements Not Chargeable against Allotments		
7300.	Truck License Refunds	$ 124.13
7310.	Auto License (Refunds)	129.51
7320.	Refund of Receipts (Other than Truck and Auto Lic.)	109,019.14
7325.	Refunds—Gasoline Tax to Farmers	116,325.94
7351.	Toll Bridge Charge Advances	30.00
7362.	Payments on Accounts of Prior Year Encumbrances	1,962,608.87
	Totals	$ 2,188,237.59

STATE ROAD FUND
STATEMENT NO. 26

Statement of Charges and Allotments for Fiscal Year 1946-1947 as of June 30, 1947

		Encumbrances Outstanding	Non-Cash Charges	Non-Cash Credits	Disbursements Authorized	Net Expenditures	Total Allotments	Available Balance
7000.	Engineering	$	$ 282,524.72	$ 39,248.36	$ 767,181.41	$ 1,010,457.77	$ 1,087,979.37	$ 77,521.60
7001.	Highway Planing Survey		7,671.47	1,002.01	88,739.34	95,408.80	106,000.00	10,591.20
7010.	Constructions		1,843.00	6.00	2,354,936.84	2,356,773.84	2,509,044.25	152,270.41
7011.	Construction Primary Fed. Aid		633.77		4,146,995.90	4,147,629.67	4,956,067.36	808,437.69
7012.	Construction Urban Fed. Aid						1,196,646.31	1,196,646.31
7013.	Construction Secondary Federal Aid		60.00	1,137.91	3,258,596.95	3,257,519.04	3,363,115.67	105,596.63
7014.	Construction Misc. Federal Aid		1,116.93		211,686.72	212,803.65	275,237.28	62,433.63
7020.	Locations		46,942.39	15,713.48	312,540.19	343,769.10	397,583.96	53,814.86
7030.	Equipment		222,184.59	2,631,016.54	2,573,916.97	165,085.02	351,187.27	186,102.25
7033.	New Equipment		35,372.31	16,250.16	1,332,087.56	1,351,209.71	1,708,696.09	357,486.38
7034.	Lots and Buildings		19,469.71	126.48	53,763.36	73,106.59	299,599.40	226,492.81
7040.	Maintenance		4,207,778.28	114,353.09	3,213,497.15	7,306,922.34	7,718,904.84	411,982.50
7050.	Reconstruction		239,219.60	3,686.50	384,309.75	619,842.85	1,067,714.52	447,871.67
7060.	Administration		211,247.86	14,952.45	376,112.92	572,408.33	594,911.19	22,502.86
7070.	Toll Bridges		475.39	1.60	19,577.32	20,051.11	45,000.00	24,948.89
7080.	Highway Patrol		150,746.36	21,828.02	370,989.48	499,907.82	500,000.00	92.18
7080A.	Highway Patrol—Con't Appro.				2,121.57	2,121.57	2,285.57	164.00
7090.	Board of Claims		144.97	300.00	10,763.09	10,608.06	25,000.00	14,391.94
7100.	Workmen's Compensation		8.66		52,297.96	52,306.62	56,961.26	4,654.64
7110.	Radio-Communication		83.04		1,417.07	1,500.11	10,000.00	8,499.89
7193.	Rural Highways		2,032,968.66	48,045.13	2,815,560.76	4,800,484.29	4,800,484.29	
7200.	Payroll Clearing			4,362,129.27	4,362,129.27		1,000,000.00	1,000,000.00
7210.	Motor Transportation				270,300.00	270,300.00	270,300.00	
7211.	Gasoline Tax				9,763.34	9,763.34		(—) 9,763.34
7215.	Motorist Financial Responsibility Law				50,000.00	50,000.00	50,000.00	
	Totals	$	$7,460,491.71	$7,269,797.00	$27,039,284.92	$27,229,979.63	$32,392,718.63	$5,162,739.00

Disbursement Not Chargeable against Allotments	
7300. Truck License Refunds	$ 124.13
7310. Auto License (Refunds)	129.51
7320. Refund of Receipts (Other than Truck and Auto Lic.)	109,019.14
7325. Refunds—Gasoline Tax to Farmers	116,325.94
7351. Toll Bridge Charge Advances	30.00
7362. Payments on Accounts of Prior Year Encumbrances	1,962,608.87
Totals	$ 2,188,237.59

BRIDGE BOND SINKING FUND

STATEMENT NO. 27: COMPARATIVE BALANCE SHEET

As of June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank	$ 50,196.99	$ 58,977.34
Liabilities and Surplus		
Available Surplus	$ 50,196.99	$ 58,977.34

BRIDGE BOND SINKING FUND
STATEMENT NO. 28: OPERATIONS AND CHANGE IN SURPLUS
Fiscal Year Ended June 30, 1947

Project No.	Beginning Balance	Receipts	Transferred from Other Projects*	Disbursements	Transferred to Other Projects*	Closing Balance
1. Burnside, Boonesboro, Spottsville, Canton, Eggner's Ferry, Paducah, Smithland	$17,296.14	$	$	$	$17,296.14	$
2. Maysville	2,413.11				2,413.11	
9. Paducah-Brookport	150.00				150.00	
10. Newport-Cincinnati	2,527.68				2,527.68	
11. Calhoun-Rumsey	523.49				523.49	
12. Covington-Cincinnati	4,047.02				4,047.02	
13. Milton-Madison	17,579.95	146,691.80		145,275.00		18,996.75
14. Catlettsburg-Kenova	1,025.00				1,025.00	
15. Rockport	7,116.50	71,419.40	13,991.22	63,127.50		29,399.62
16. Livermore	6,298.45	12,185.95	13,991.22	30,675.00		1,800.62
Totals	$58,977.34	$230,297.15	$27,982.44	$239,077.50	$27,982.44	$50,196.99

* Transferred by authority of S. B. 37, Chapter 152 of the Kentucky Acts of 1946

BRIDGE BOND SINKING FUND
STATEMENT NO. 29: BONDS OUTSTANDING
June 30, 1947

	Total Issue	Retired or Called for Payment	Balance Outstanding
Project			
Project No.			
13	$ 730,000.00	$ 651,000.00	$ 79,000.00
15	353,000.00	222,000.00	131,000.00
Total Outstanding			$ 210,000.00

COUNTY ROAD TRUST FUND

STATEMENT NO. 30: COMPARATIVE BALANCE SHEET

As of June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank	$ 111,310.97	$ 109,354.65
Liabilities and Surplus		
Available Funds Held in Trust	$ 111,310.97	$ 109,354.65

STATEMENT NO. 31 CHANGES IN AVAILABLE FUNDS

	Fiscal Year Ended June 30, 1947	Fiscal Year Ended June 30, 1946
Available Funds—Beginning of Year	$ 109,354.65	$ 72,559.63
Add:		
Receipts	7,604.92	36,795.02
Total Available	$ 116,959.57	$ 109,354.65
Deduct:		
Disbursements	5,648.60	.00
Available Funds—Close of Year	$ 111,310.97	$ 109,354.65

SPECIAL DEPOSIT TRUST FUND

STATEMENT NO. 32: COMPARATIVE BALANCE SHEET

As of June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank	$ 127,453.57	$ 70,089.81
Liabilities and Surplus		
Surplus	$ 127,453.57	$ 70,089.81

SPECIAL DEPOSIT TRUST FUND

STATEMENT NO. 33: CHANGES IN AVAILABLE FUNDS

Fiscal Year Ended June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Available Funds—Beginning of Year	$ 70,089.81	$ 52,986.56
Add:		
Receipts	$ 989,308.70	$ 682,887.58
Total Available	$ 1,059,398.51	$ 735,874.14
Deduct:		
Disbursements	931,944.94	665,784.33
Available Funds—Close of Year	$ 127,453.57	$ 70,089.81

STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 34: COMPARATIVE BALANCE SHEET

As of June 30, 1947 and June 30, 1946

Assets	**June 30, 1947**	**June 30, 1946**
Cash in Bank	$ 259,753.25	$ 50,088.37
Investments (Schedule "B")	984,000.00	987,000.00
Unamortized Premium	600.00	934.36
Total Assets	$ 1,244,353.25	$ 1,038,022.73
Liabilities, Reserves and Surplus		
Reserve for Encumbrances on Loss Claims	$ 3,243.93	$ 405.93
Reserve for Prior Year Year Encumbrances Administration	27.06	4,595.28
Reserve for Loss Claims	341,090.83	17,191.96
Surplus	899,991.43	1,015,829.56
Totals	$ 1,244,353.25	$ 1,038,022.73

* Does not include reserve for loss claims already allowed.

STATE FIRE AND TORNADO INSURANCE FUND

SCHEDULE A: ANALYSIS OF CHANGE IN SURPLUS

Fiscal Year Ended June 30, 1947

Surplus—Beginning of Year		$ 1,015,829.56
Add: Prior Year Encumbrance Canceled		4.50
Total Net Surplus		$ 1,015,834.06
Additions: Revenue Receipts		268,511.63
Total		$ 1,284,345.69
Deductions: Disbursements Authorized	$ 37,904.76	
Inter-Account Charges	19,685.57	
Encumbrance Charges—Administration	27.06	
Reserves:		
Encumbrance Charges—Loss Claims	3,243.93	
Reserve for Loss Claims (Increase)	323,492.94	
Total		384,354.26
Surplus—Close of Year		$ 899,991.43

STATE FIRE AND TORNADO INSURANCE FUND

SCHEDULE "B"—INVESTMENTS

As of June 30, 1947

	Interest Rate	Amount
Covington School Building	3½%	$ 10,000.00
Dawson Springs—Fire Fighting Equipment	5½%	1,000.00
Dawson Springs—Street Improvement	5½%	500.00
Greenville—Municipal Building Corp.	4%	9,000.00
Hartford—Water Works	3½%	13,500.00
Morehead State Teachers College	4%	25,000.00
Middlesboro—Refunding	4½%	10,000.00
Middlesboro—Refunding Improvement	5%	12,000.00
Middlesboro—Board of Education	5%	9,000.00
Owensboro—Daviess County Hospital	3¼%	27,000.00
Ohio County Court House	4%	6,000.00
Pineville—Refunding	4½%	28,000.00
Paducah—Flood Wall	3½%	6,000.00
U. S. Defense Certificates	—*	37,000.00
U. S. Treasury Bonds	2½%	770,000.00
Vanceburg—Electric, Heat and Power	3½%	20,000.00
Total		$ 984,000.00

* Five certificates each as follows: Purchase price $7,400.00; interest accumulation to maturity, $2,600.00; maturity value of each $10,000.00.

STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 35: CHANGES IN SURPLUS

Fiscal Year Ended June 30, 1947 and June 30, 1946

	June 30, 1947	June 30, 1946
Surplus—Beginning of Year	$ 1,015,829.56	$ 969,882.35
Add: Prior Encumbrance Cancelled	4.50	.00
Total Surplus	$ 1,015,834.06	$ 969,882.35
Additions		
Revenue Receipts	$ 268,511.63	$ 192,301.66
Total	$ 1,284,345.69	$ 1,162,184.01
Deductions		
Disbursements and Expense Charges (Schedule "A")	$ 57,617.39	$ 128,756.56
Encumbrances for Loss Claims	3,243.93	17,597.89
Reserve for Loss Claims (Increase)	323,492.94	
Total Deductions	$ 384,354.26	$ 146,354.45
Surplus	$ 899,991.43	$ 1,015,829.56

Schedule "A"—Disbursements 1946-1947

Loss Claims Paid	$ 24,954.97
Administrative Expenses Paid	6,726.40
Administrative Expenses Unpaid	27.06
Reinsurance Premiums Paid	25,908.96
Total	$ 57,617.39

STATE FIRE AND TORNADO INSURANCE FUND

STATEMENT NO. 36: RECEIPTS AND EXPENDITURES

	Fiscal Year Ended June 30, 1947	Combined Total to June 30, 1947
Receipts		
Premium Revenue	$ 218,399.74	$ 1,499,768.59
Interest and Profit	34,111.89	175,207.01
Recoveries from Insurance Companies	16,000.00	16,000.00
Prior Year Encumbrance Cancelled	4.50	4.50
Total	$ 268,516.13	$ 1,690,980.10
Expenditures		
Loss Claims	$ 24,954.97	$ 236,799.21
Administrative Expenses	6,753.46	58,334.92
Reinsurance Premiums	25,908.96	150,352.49
Refund of Prior Year Receipts		1,165.09
Exchange Charges		2.20
Total	$ 57,617.39	$ 446,653.91
Excess Receipts Over Expenditures	$ 210,898.74	$ 1,244,326.19
Composed of		
Reserve for Loss Claims Unencumbered		$ 341,090.83
Reserve for Loss Claims Encumbered		3,243.93
Surplus		899,991.43
Total		$ 1,244,326.19

STATE FIRE AND TORNADO INSURANCE FUND
STATEMENT NO. 37: PREMIUM REVENUE
Fiscal Year Ended June 30, 1947

Acct. No.	Budget Unit	Department	Amount
Transferred from General Fund:			
505.	Office of Commissioner	Finance	$ 1.97
525.	Division of Personnel	Finance	12.34
535.	Division of Accounts and Control	Finance	39.40
575.	Division of Purchases and Public Properties	Finance	3,494.79
630.	Paper Revolving	Finance	51.90
670.	New Lands and Buildings	Finance	
745.	Service Division	Revenue	207.76
1075.	Division of Armories	Military	4,163.38
1085.	State Militia	Military	18.41
1405.	Health—General	Health	815.33
1440.	Health—County	Health	406.17
1525.	Social Security	Welfare	174.85
1565.	Eastern State Hospital	Welfare	16,764.87
1575.	Central State Hospital	Welfare	10,695.23
1585.	Western State Hospital	Welfare	13,154.33
1595.	Kentucky Training Home	Welfare	3,326.10
1625.	Kentucky State Hospital	Welfare	8,615.64
1645.	Engineering and Construction	Welfare	395.45
1665.	Kentucky Houses of Reform	Welfare	12,751.58
1675.	Reformatory	Welfare	6,625.96
1685.	Penitentiary	Welfare	8,245.41
1695.	Women's Prison	Welfare	782.66
1735.	Kentucky Children's Home	Welfare	3,301.52
2085.	Vocational Education	Education	215.94
2105.	Kentucky State College	Education	3,434.29
2125.	West Kentucky Vocational Training School	Education	669.21
2205.	Kentucky School for the Blind—White	Education	1,347.18
2215.	Kentucky School for the Blind—Colored	Education	80.01

2225.	Workshop for Adult Blind	Education	414.86
2255.	Kentucky School for the Deaf—White	Education	1,769.58
2265.	Kentucky School for the Deaf—Colored	Education	210.47
2275.	Mayo Vocational School	Education	615.83
2305.	Division of Colleges	University	19,982.29
2335.	Experiment Station	University	4,580.98
2365.	Princeton Sub-Station	University	827.46
2375.	Quicksand Sub-Station	University	1,221.76
2505.	Eastern Teachers College	Teachers College	3,859.52
2525.	Murray Teachers College	Teachers College	6,450.90
2545.	Western Teachers College	Teachers College	4,933.18
2645.	Library Extension	Library	81.40
2655.	Historical Society	Library	94.41
2725.	Banking and Small Loans	Banking	2.86
2735.	Insurance	Business Regulations	10.85
2745.	Securities	Business Regulations	2.86
2815.	Wages and Hours	Business Regulations	8.17
2845.	Geology	Mines and Minerals	258.95
3118.	Confiscated Alcohol Beverages	Alcoholic Beverage Control	41.90
	Total		$ 145,159.91
Transferred from Revolving Fund:			
4300.	State Parks	Conservation	$ 7,858.37
4310.	Forestry	Conservation	632.15
4340.	Game and Fish	Conservation	1,197.71
4635.	Kentucky State Hospital	Welfare	664.88
5000.	Division of Colleges—Camp Robinson	University	152.57
5060.	Morehead Teachers College	Teachers College	1,544.14
5230.	Board of Barbers and Beauticians	Professional Bds.	3.19
5250.	Board of Dental Examiners	Professional Bds.	1.85
5270.	Board of Pharmacy	Professional Bds.	29.40
5280.	Board of Nurses Examiners	Professional Bds.	11.43
5300.	Motor Transportation	Business Regulations	22.15
5305.	Insurance	Business Regulations	6.51

STATEMENT NO. 37—Continued

Acct. No.	Budget Unit	Department	Amount
5400.	Public Service Commission	Public Services Commission	$ 36.89
5520.	Workmen's Compensation Board	Industrial Relations	28.65
	Total		$ 12,189.89
Transferred from State Road Fund:			
7030.	Equipment	Highway	61,049.94
	Total		$ 61,049.94
	GRAND TOTAL		$ 218,399.74

UNEMPLOYMENT COMPENSATION FUND
STATEMENT NO. 38: COMPARATIVE BALANCE SHEET
As of June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank (Schedule "A")	$ 351,059.18	$ 687,173.18
Deposits in Trust with Federal Govt.	97,242,202.50	88,880,682.04
Total	$97,593,261.68	$89,567,855.22
Surplus and Allotments		
Unallotted Receipts	$97,277,502.62	$88,902,457.64
Allotments Available for Benefits	315,759.06	665,397.58
Total	$97,593,261.68	$89,567,855.22

UNEMPLOYMENT COMPENSATION FUND
SCHEDULE "A"—CASH BALANCE, JUNE 30, 1947

Unallotted Receipts	$97,277,502.62
Deposits in Trust	97,242,202.50
Balance to be Deposited	$ 35,300.12
Allotments Available	315,759.06
Cash Balance	$ 351,059.18

UNEMPLOYMENT COMPENSATION FUND

STATEMENT NO. 39: OPERATIONS

Fiscal Year Ended June 30, 1947

1. Cash Account:			
Beginning Balance			$ 687,173.18
Contributions Received			11,543,524.52
Interest on Deposit with Federal Govt.			1,752,375.97
Transfers from Federal Govt.—Benefits			4,475,000.00
Transfers from Fed. Govt.—Admr.			445,855.51
Total			$ 18,903,929.18
Deduct:			
Benefits Paid	$ 4,824,638.52		
Transfers to Federal Government	13,282,375.97		
Transfers for Administrative	445,855.51		
Total			$ 18,552,870.00
Cash Balance—Close of Year			$ 351,059.18
2. Deposit in Trust with Federal Government			
Beginning Balance			$ 88,880,682.04
Transfers to Federal Government			13,282,375.97
Total			$102,163,058.01
Deduct:			
Transfers from Federal Government	$ 4,475,000.00		
Transfers from Federal Govt.—Adm.	445,855.51		
Total			$ 4,920,855.51
Balance with Govt.—Close of Year			$ 97,242,202.50
3. Unallotted Receipts			
Beginning Balance			$ 88,902,457.64
Contributions			11,543,524.52
Interest on Deposit			1,752,375.97
Total			$102,198,358.13
Deduct:			
Allotments for Benefits	$ 4,475,000.00		
Allotments for Administration	445,855.51		
Total Allotments			4,920,855.51
Balance—Close of Year			$ 97,277,502.62
4. Benefit Account:			
Beginning Balance			$ 665,397.58
Transfers from Federal Government			4,475,000.00
Total			$ 5,140,397.58
Deduct:			
Benefits Paid			$ 4,824,638.52
Balance—Close of Year			$ 315,759.06

COUNTY ROAD SINKING FUND

STATEMENT NO. 40: COMPARATIVE BALANCE SHEET

As of June 30, 1947, and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank	$ 209,480.05	$ 78,030.09
Investments	361,386.40	357,001.10
Total	$ 570,866.45	$ 435,031.19
Fund Credits		
Available Funds (Distributed)	$ 564,481.15	$ 429,860.69
Accrued Interest Earned (Undistributed)	4,385.30	3,170.50
Revenue from Investments (Undistrib.)	2,000.00	2,000.00
Total	$ 570,866.45	$ 435,031.19

COUNTY ROAD SINKING FUND
STATEMENT NO. 41: OPERATIONS AND CHANGE IN SURPLUS
Fiscal Year Ended June 30, 1947

Acct. No.	Bonds	Beginning Balance	Interest Distributed	Receipts	Disbursements	Closing Balance
10040.	Ballard County—Voted	$ 2,975.61	$ 380.55	$ 13,714.42	$ 7,350.00	$ 9,720.58
10041.	Ballard County—Non-Voted	5,369.83	19.13	7,000.00	4,345.00	8,043.96
10070.	Bell County—Voted	17,179.57	232.15	37,449.73	28,272.20	26,589.25
10071.	Bell County—Non-Voted	2,093.75	28.95	13,107.40	12,331.60	2,898.50
10072.	Bell County—Unlimited Tax	1,244.96	120.99	9,362.44	8,677.08	2,051.31
10130.	Breathitt County—Voted	3,907.13	52.22	9,870.36	6,080.00	7,749.71
10131.	Breathitt County—Non-Voted	6,401.98	63.60	5,380.52	3,373.00	8,473.10
10140.	Breckinridge County—Voted	8,346.47	93.59	14,074.20	13,928.47	8,585.79
10141.	Breckinridge County—Non-voted	2,569.29	19.65	2,111.43	1,828.75	2,871.62
10160.	Butler County—Voted	6,814.13	20.16	8,359.73	7,000.00	8,194.02
10161.	Butler County—Non-Voted	6,623.61	38.78	7,450.10	6,615.23	7,497.26
10180.	Calloway County—Voted	1,574.13	34.13	15,021.61	11,095.00	5,534.87
10190.	Campbell County—Voted	25,017.93	424.50	57,485.73	59,125.00	23,803.16
10191.	Campbell County—Non-Voted	.....	.....	7,575.00	7,575.00	.....
10200.	Carlisle County—Voted	7,244.03	59.98	7,408.31	7,100.00	7,612.32
10201.	Carlisle County—Non-Voted	642.79	29.99	8,000.00	3,022.50	5,650.28
10210.	Carroll County—Voted	17,185.72	73.94	17,168.82	11,950.00	22,478.48
10211.	Carroll County—Non-Voted	7,405.32	37.74	5,000.00	4,430.00	8,013.06
10220.	Carter County—Voted	.....	.....	29,342.50	7,125.00	22,217.50
10260.	Clay County—Voted	17,110.13	172.69	10,678.02	4,825.00	23,135.84
10280.	Crittenden County—Voted	9,654.30	42.40	7,571.37	5,025.00	12,243.07
10281.	Crittenden County—Non-Voted	.....	.....	10,938.26	4,431.25	6,507.01
10330.	Estill County—Voted	7,659.70	106.00	20,047.80	13,952.80	13,860.70
10331.	Estill County—Non-Voted	398.10	7.24	10,000.00	9,940.00	465.34
10361.	Floyd County—Non-Voted	25,445.61	36.71	40,000.00	24,080.00	41,402.32
10380.	Fulton County—Voted	4,719.62	138.05	9,539.50	11,887.50	2,509.67
10381.	Fulton County—Non-Voted	8,948.00	82.73	9,000.00	8,880.00	9,150.73
10441.	Green County—Non-Voted	2,573.78	13.44	2,600.00	1,960.00	3,227.22

10480. Harlan County—Voted	15,821.71	501.54	63,740.08	60,145.83	19,917.50
10520. Henry County—Voted	.....	.....	38,451.72	10,385.00	28,066.72
10530. Hickman County—Voted	1,104.55	52.74	11,407.31	12,111.90	452.70
10551. Jackson County—Non-Voted	718.35	1.03	1,600.00	1,380.00	939.38
10580. Johnson County—Voted	944.48	.....	21,519.19	10,610.00	11,853.67
10581. Johnson County—Non-Voted	.....	.....	6,790.00	6,790.00	.....
10601. Knott County—Non-Voted	.....	.52	5,900.00	5,760.00	140.52
10611. Knox County—Non-Voted	.....	.....	13,157.50	13,157.50	.....
10641. Lawrence County—Non-Voted	18,542.75	288.51	9,488.18	13,160.00	15,159.44
10650. Lee County—Voted	4,213.69	68.77	9,464.65	13,480.30	266.81
10651. Lee County—Non-Voted	730.21	10.34	5,650.00	5,480.00	910.55
10660. Leslie County—Voted	6,563.16	71.87	5,639.55	3,800.00	8,747.58
10670. Letcher County—Voted	8,772.20	345.91	28,373.85	21,747.92	15,744.04
10671. Letcher County—Non-Voted	10,956.83	68.77	17,024.29	17,717.20	10,332.69
10700. Livingston County—Voted	4,720.70	43.95	7,684.00	9,416.90	3,031.75
10701. Livingston County—Non-Voted	.....	.....	5,000.00	3,400.00	1,600.00
10740. McCreary County—Voted	20,235.20	208.89	10,871.00	7,960.00	23,355.09
10741. McCreary County—Non-Voted	4,730.33	49.12	7,448.49	8,030.00	4,197.94
10750. McLean County—Voted	13,640.77	101.86	11,272.42	15,333.10	9,681.95
10770. Magoffin County—Voted	3,319.49	34.64	7,130.86	7,215.00	3,269.99
10771. Magoffin County—Non-Voted	4,763.78	31.54	5,200.00	4,400.00	5,595.32
10790. Marshall County—Voted	5,793.61	31.54	11,345.27	7,915.00	9,255.42
10791. Marshall County—Non-Voted	15,243.27	170.63	6,000.00	4,474.35	16,939.55
10801. Martin County—Non-Voted	150.53	4.14	295.33	300.00	150.00
10860. Monroe County—Voted	4,780.43	.52	6,519.81	4,030.00	7,270.76
10861. Monroe County—Non-Voted	.....	.....	2,890.00	2,890.00	.....
10880. Morgan County—Voted	1,157.22	17.58	6,986.99	3,510.00	4,651.79
10881. Morgan County—Non-Voted	3,396.49	21.20	6,288.29	6,300.00	3,405.98
10921. Ohio County—Non-Voted	.....	.....	12,225.00	12,225.00	.....
10940. Owen County—Voted	2,489.87	53.77	13,431.12	4,695.00	11,279.76
10970. Perry County—Voted	.....	.....	42,322.63	38,510.00	3,812.63
10971. Perry County—Non-Voted	4,929.56	11.89	4,500.00	2,824.00	6,617.45
10991. Powell County—Non-Voted	2,202.96	20.68	2,000.00	1,570.00	2,653.64
11000. Pulaski County—Voted	37,996.81	383.13	32,299.85	63,955.17	6,724.62
11001. Pulaski County—Non-Voted	2,324.73	28.95	10,500.00	11,275.00	1,578.68
11021. Rockcastle County—Non-Voted	9,234.20	54.81	6,550.00	8,670.00	7,169.01

STATEMENT NO. 41—Continued

Acct. No.	Bonds	Beginning Balance	Interest Distributed	Receipts	Disbursements	Closing Balance
11031.	Rowan County—Non-Voted	$ 2,713.05	$ 37.74	$ 2,875.00	$ 3,200.00	$ 2,425.79
11041.	Russell County—Non-Voted	7,404.72	11.38	5,251.33	3,358.75	9,308.68
11101.	Todd County—Non-Voted	.....	.....	4,518.75	4,518.75	.....
11180.	Whitley County—Voted	7,512.23	85.31	19,058.27	22,440.60	4,215.21
11181.	Whitley County—Non-Voted	241.16	.....	4,500.00	4,420.00	321.16
11190.	Wolfe County—Voted	3,406.16	27.92	3,189.63	3,400.00	3,223.71
	Sub-Totals	$ 429,860.69	$ 5,170.50	$ 891,617.61	$ 762,167.65	$ 564,481.15
11210.	Earnings from Investments (Clearning Acct. not Distributed)	.....	.....	.....	.....	$ 6,385.30
	GRAND TOTALS	$ 429,860.69	$ 5,170.50	$ 891,617.61	$ 762,167.65	$ 570,866.45

TEACHERS RETIREMENT FUND

STATEMENT NO. 42: COMPARATIVE BALANCE SHEET

As of June 30, 1947 and June 30, 1946

	June 30, 1947	June 30, 1946
Assets		
Cash in Bank	$ 156,144.85	$ 291,907.51
Investments (Schedule A)	8,325,000.00	6,625,000.00
Unamortized Premiums	60,003.31	12,679.80
Accrued Interest	54.65	150.27
Total	$ 8,541,202.81	$ 6,929,737.58
Reserves and Surplus		
Reserve for Prior Year Encumbrances	$ 571.96	$ 2,971.02
Surplus	8,540,630.85	6,926,766.56
Total	$ 8,541,202.81	$ 6,929,737.58

TEACHERS RETIREMENT FUND

STATEMENT NO. 43: ANALYSIS OF CHANGES IN SURPLUS

Fiscal Year Ended June 30, 1947

Surplus—Beginning of Year		$ 6,926,766.56
Add Surplus Adjustments:		
Refund Prior Year Disbursements	$ 159.35	
Prior Year Encumbrance Cancelled	259.57	
Total		$ 418.92
Total Beginning Surplus		$ 6,927,185.48
Additions:		
Teachers Contributions	$ 870,263.46	
State Contributions	956,000.00	
Interest Earned	180,529.08	
Total Additions		$ 2,006,792.54
Total		$ 8,933,978.02
Deductions:		
Administration Expenses and Charges	$ 36,209.03	
Retirement Allowances Paid	214,074.04	
Refunds to Teachers	143,064.10	
Total Deductions		$ 393,347.17
Surplus—Close of Year		$ 8,540,630.85

COUNTY STATISTICS

COMMONWEALTH OF KENTUCKY

GENERAL FUND

FOR FISCAL YEARS ENDING

JUNE 30, 1946

AND

JUNE 30, 1947

GENERAL FUND
STATEMENT OF FINES AND FORFEITURES AND TRUSTEES OF JURY FUND
BY COUNTIES
END OF 90-DAY PERIOD
Fiscal Year 1946-47

	Trustee of the Jury Fund				Fines and Forfeitures		
	Advances	Paid Jurors	Clerks' Commission	Refunds	Receipts	Expenditures Commissions	State Treasurer
Adair	$ 3,600.00	$ 2,529.12	$ 127.46	$ 943.42	$ 11,173.64	$ 7,047.30	$ 4,126.34
Allen	3,750.00	1,869.00	93.45	1,787.55	5,107.46	3,870.37	1,237.09
Anderson	1,500.00	552.00	27.60	920.40	2,016.69	1,660.76	355.93
Ballard	1,800.00	675.00	33.75	1,091.25	1,836.65	1,354.45	482.20
Barren	3,545.00	3,069.38	153.47	322.15	10,509.94	7,349.94	3,160.00
Bath	2,541.85	2,337.00	116.85	88.00	2,657.23	2,657.23	----------
Bell	10,100.00	7,675.40	383.77	2,040.83	8,794.29	5,129.63	3,664.66
Boone	3,240.00	852.00	42.60	2,345.40	2,641.00	2,347.00	294.00
Bourbon	2,250.00	1,440.00	72.00	738.00	3,335.22	3,049.16	286.06
Boyd	8,200.00	6,305.00	315.25	1,579.75	9,705.51	8,510.88	1,194.63
Boyle	3,557.18	2,253.00	112.65	1,191.53	5,236.81	4,394.23	842.58
Bracken	2,400.00	969.00	48.45	1,382.55	173.02	173.02	----------
Breathitt	8,622.02	7,415.24	370.76	836.02	3,470.53	3,380.92	89.61
Breckinridge	3,400.00	1,575.00	78.75	1,746.25	5,174.36	3,686.33	1,488.03
Bullitt	1,800.00	678.00	33.90	1,088.10	3,884.53	2,537.15	1,347.38
Butler	1,700.00	1,041.00	52.05	606.95	2,596.88	2,068.90	527.98
Caldwell	3,150.00	1,791.00	89.55	1,269.45	3,818.70	2,906.44	912.26
Calloway	2,650.00	1,604.00	80.20	965.80	3,149.50	2,817.30	332.20
Campbell	12,000.00	10,687.00	534.35	778.65	8,704.25	8,698.00	6.25
Carlisle	1,600.00	546.00	27.30	1,026.70	156.00	75.60	80.40
Carroll	3,000.00	1,077.00	53.85	1,869.15	3,688.79	2,844.02	844.77
Carter	7,510.00	4,093.00	204.65	3,212.35	7,141.34	5,787.26	1,354.08
Casey	6,200.00	3,471.00	173.55	2,555.45	9,519.49	7,234.75	2,284.74
Christian	2,494.60	1,872.00	93.60	529.00	9,709.80	7,593.95	2,115.85
Clark	4,500.00	2,679.00	133.95	1,687.05	5,208.54	3,599.11	1,609.43

Clay	9,093.42	6,810.92	340.55	1,941.95	8,634.33	5,537.84	3,096.49
Clinton	3,606.89	2,943.42	147.17	516.30	6,644.49	4,492.81	2,151.68
Crittenden	2,300.00	1,962.00	98.10	239.90	3,196.19	2,665.75	530.44
Cumberland	3,400.00	2,133.00	106.65	1,160.35	3,177.53	1,777.05	1,400.48
Daviess	5,548.10	3,441.00	172.05	1,935.05	15,106.41	11,327.26	3,779.15
Edmonson	3,000.00	1,038.00	51.90	1,910.10	4,388.33	4,388.33	----------
Elliott	3,220.10	2,188.00	109.40	922.70	4,275.02	3,746.42	528.60
Estill	4,905.85	4,507.60	225.38	172.87	4,987.38	4,721.36	266.02
Fayette	9,504.25	6,504.00	325.20	2,675.05	13,042.33	11,762.06	1,280.27
Fleming	2,663.10	2,142.00	107.10	414.00	1,496.60	1,496.60	----------
Floyd	18,000.00	11,645.00	582.25	5,772.75	24,335.25	16,257.63	8,077.62
Franklin	3,088.30	2,667.00	133.35	287.95	11,398.40	9,054.84	2,343.56
Fulton	3,000.00	2,012.00	100.60	887.40	4,250.00	3,457.88	792.12
Gallatin	2,100.00	804.00	40.20	1,255.80	693.90	436.80	257.10
Garrard	2,450.00	2,055.00	102.75	292.25	3,786.58	3,130.68	655.90
Grant	1,900.00	1,170.00	58.50	671.50	7,537.72	6,290.90	1,246.82
Graves	3,000.00	1,029.00	51.45	1,919.55	8,544.65	7,127.89	1,416.76
Grayson	2,400.00	1,899.00	94.95	406.05	10,749.46	7,656.49	3,092.97
Green	2,900.00	1,965.00	98.25	836.75	4,685.50	3,757.74	927.76
Greenup	9,000.00	3,767.00	188.35	5,044.65	5,430.57	5,203.84	226.73
Hancock	1,500.00	369.00	18.45	1,112.55	1,131.00	880.07	250.93
Hardin	5,300.00	4,616.00	230.80	453.20	14,352.27	9,288.77	5,063.50
Harlan	12,061.80	8,880.00	444.00	2,737.80	20,746.67	15,383.86	5,362.81
Harrison	1,800.00	1,095.00	54.75	650.25	2,066.14	2,066.14	----------
Hart	2,250.00	1,539.00	76.95	634.05	9,542.29	6,749.31	2,792.98
Henderson	6,300.00	2,850.00	142.50	3,307.50	31,423.22	19,051.59	12,371.63
Henry	2,664.00	1,380.00	69.00	1,215.00	1,217.27	1,050.94	166.33
Hickman	1,500.00	909.00	45.45	545.55	3,265.38	2,345.78	919.60
Hopkins	5,400.00	3,984.00	199.20	1,216.80	7,159.71	5,972.31	1,187.40
Jackson	6,800.00	3,843.00	192.15	2,764.85	11,661.55	6,591.54	5,070.01
Jefferson	62,000.00	48,066.00	2,403.30	11,530.70	54,605.87	32,361.34	22,244.53
Jessamine	2,400.00	1,314.00	65.70	1,020.30	2,711.40	1,972.31	739.09
Johnson	10,000.00	6,843.00	342.15	2,814.85	7,586.86	7,266.64	320.22
Kenton	11,000.00	6,516.00	325.80	4,158.20	11,057.00	9,956.11	1,100.89
Knott	9,063.90	8,087.00	404.35	572.55	8,353.71	7,162.85	1,190.86
Knox	8,200.00	5,604.00	280.20	2,315.80	10,102.50	7,300.25	2,802.25
Larue	2,600.00	1,047.00	52.35	1,500.65	3,906.21	2,794.69	1,111.52
Laruel	13,957.75	10,668.00	533.40	2,756.35	14,028.50	9,849.29	4,179.21

STATEMENT OF MISCELLANEOUS EXPENDITURES BY COUNTIES—Continued

	Trustee of the Jury Fund				Fines and Forfeitures		
	Advances	Paid Jurors	Clerks' Commission	Refunds	Receipts	Expenditures Commissions	State Treasurer
Lawrence	$ 3,888.00	$ 2,418.00	$ 120,90	$ 1,349.10	$ 3,760.07	$ 2,814.11	$ 945.96
Lee	8,500.00	4,295.00	214.75	3,990.25	4,193.00	4,190.50	2.50
Leslie	8,700.26	6,112.20	305.60	2,282.46	4,856.41	3,903.22	953.19
Letcher	8,000.00	5,071.00	253.55	2,675.45	21,962.78	13,315.39	8,647.39
Lewis	4,380.00	2,532.00	126.60	1,721.40	2,481.50	2,159.10	322.40
Lincoln	3,350.00	2,250.00	112.50	987.50	7,228.36	5,076.24	2,152.12
Livingston	3,600.00	1,398.00	69.90	2,132.10	2,367.50	1,668.60	698.90
Logan	1,766.60	1,566.00	78.30	122.30	5,554.20	5,554.20	----------
Lyons	2,000.00	810.00	40.50	1,149.50	445.91	345.55	100.36
McCracken	8,400.00	5,121.00	256.05	3,022.95	8,640.10	8,595.50	44.60
McCreary	8,800.00	6,426.64	321.33	2,052.03	10,938.26	6,968.81	3,969.45
McLean	1,800.00	771.00	38.55	990.45	2,534.58	2,137.09	397.49
Madison	5,000.00	3,066.00	153.30	1,780.70	17,969.62	13,153.55	4,816.07
Magoffin	9,000.00	6,783.20	339.16	1,877.64	5,719.63	5,711.63	8.00
Marion	1,900.00	1,095.00	54.75	750.25	2,421.14	1,890.99	530.15
Marshall	2,050.00	1,050.00	52.50	947.50	1,558.75	1,558.75	----------
Martin	7,700.00	6,069.00	303.45	1,327.55	3,447.00	3,327.65	119.35
Mason	2,693.25	2,565.00	128.25	----------	6,917.47	6,545.55	371.92
Meade	3,000.00	1,269.00	63.45	1,667.55	2,675.55	1,726.94	948.61
Menifee	2,600.00	2,034.00	101.70	464.30	936.21	933.21	3.00
Mercer	3,000.00	2,109.00	105.45	785.55	2,404.38	1,582.32	822.06
Metcalfe	2,193.80	1,830.00	91.50	272.30	922.80	534.68	388.12
Monroe	3,600.00	2,460.00	123.00	1,017.00	8,931.17	5,023.17	3,908.00
Montgomery	4,500.00	2,937.00	146.85	1,416.15	2,257.42	2,257.42	----------
Morgan	2,800.00	1,666.00	83.30	1,050.70	3,117.36	2,702.54	414.82
Muhlenberg	5,300.00	4,641.00	232.05	426.95	7,455.50	5,710.80	1,744.70
Nelson	2,400.00	1,914.00	95.70	390.30	5,348.26	3,595.07	1,753.19
Nicholas	1,800.00	954.00	47.70	798.30	644.00	644.00	----------
Ohio	3,100.00	2,079.00	103.95	917.05	7,947.38	6,324.47	1,622.91
Oldham	2,269.00	1,161.00	58.05	1,049.95	1,876.13	1,772.15	103.98
Owen	3,240.00	933.00	46.65	2,260.35	1,107.01	892.21	214.80

Owsley	4,500.00	3,074.00	153.70	1,272.30	4,146.00	3,714.81	431.19
Pendleton	1,600.00	822.00	41.10	736.90	695.55	694.55	1.00
Perry	18,000.00	12,130.36	606.51	5,263.13	12,674.22	11,008.92	1,665.30
Pike	11,000.00	8,387.00	419.35	2,193.65	33,647.16	20,748.52	12,898.64
Powell	1,950.00	1,347.00	67.35	535.65	6,119.88	4,681.69	1,438.19
Pulaski	9,000.00	6,405.00	320.25	2,274.75	11,158.58	6,541.99	4,616.59
Robertson	922.00	519.00	25.95	377.05	35.00	35.00	----------
Rockcastle	6,000.00	3,240.00	162.00	2,598.00	8,319.89	6,249.54	2,070.35
Rowan	3,585.03	3,026.08	151.30	407.65	10,334.01	9,599.65	734.36
Russell	4,500.00	2,304.00	115.20	2,080.80	8,557.42	6,399.05	2,158.37
Scott	3,000.00	1,866.00	93.30	1,040.70	3,296.21	2,614.51	681.70
Shelby	2,700.00	1,452.00	72.60	1,175.40	7,244.55	6,189.09	1,055.46
Simpson	1,800.00	687.00	34.35	1,078.65	2,461.11	1,692.59	768.52
Spencer	1,500.00	594.00	29.70	876.30	429.26	352.42	76.84
Taylor	2,800.00	1,509.00	75.45	1,215.55	3,607.86	3,199.81	402.05
Todd	2,562.00	1,515.00	75.75	971.25	4,029.65	3,509.54	520.11
Trigg	1,460.70	1,047.00	52.35	361.35	5,329.05	4,073.61	1,255.44
Trimble	1,200.00	513.00	25.65	661.35	804.61	707.81	96.80
Union	6,004.60	1,980.00	99.00	3,925.60	6,698.90	4,063.36	2,635.54
Warren	6,400.00	4,671.00	233.55	1,495.45	14,628.65	11,085.37	3,543.28
Washington	2,300.00	1,389.00	69.45	841.55	3,362.55	2,820.56	541.99
Wayne	4,420.00	3,585.00	179.15	655.85	9,024.87	5,849.89	3,174.98
Webster	2,100.00	1,686.00	84.30	329.70	4,088.12	3,524.10	564.02
Whitley	10,200.00	7,290.00	364.50	2,545.50	8,482.15	5,433.57	3,048.58
Wolfe	5,250.00	3,841.00	192.05	1,216.95	4,185.66	4,045.56	140.10
Woodford	1,950.00	1,425.00	71.25	453.75	2,076.81	1,414.46	662.35
Totals	$613,023.35	$411,038.56	$20,552.81	$181,431.98	$824,739.53	$615,973.04	$208,766.49

GENERAL FUND
STATEMENT OF MISCELLANEOUS EXPENDITURES BY COUNTIES
Fiscal Year 1946-47

	Clerks' Services 132	Criminal Prosecutions 142	Jury Commissioners 162	Expenses 192	Sheriff's Highway Patrol 196	County Record Books 600	Tax Commissioners 802	Revenue Supervisors 812	Idiots 1870	Total
Adair	$ 531.42	$ 1,780.12	$ 27.00	$	$ 1,500.00	$ 374.55	$ 2,364.97	$ 165.00	$ 825.00	$ 7,568.06
Allen	593.56	1,858.65	36.00		1,500.00	348.30	2,285.96	223.00	614.59	7,460.06
Anderson	284.64	441.35	9.00		401.61	267.05	2,642.40	270.00	75.00	4,391.05
Ballard	267.63	424.60	18.00		1,500.00	300.00	2,225.98	116.00	225.00	5,077.21
Barren	784.86	1,243.05	18.00		1,500.00	419.24	3,884.16	213.50	525.00	8,587.81
Bath	294.72	717.76	18.00	103.64	1,500.00	374.99	2,662.17	232.50	262.50	6,166.28
Bell	1,512.33	12,916.33	54.00	159.79	1,500.00	750.00	4,563.46	322.50	1,050.00	22,828.46
Boone	366.71	513.43	18.00	75.94	225.72	272.51	4,247.57	157.50		5,877.38
Bourbon	429.96	2,035.93	9.00		802.16	363.36	7,997.64	138.00	75.00	11,851.05
Boyd	1,843.04	8,810.39	45.00	379.52		743.95	9,123.84	222.00	450.00	21,617.74
Boyle	616.35	2,041.53	18.00	50.98	1,188.60	341.25	6,498.79	45.00	306.67	11,107.17
Bracken	207.32	397.49	27.00		1,500.00	300.00	2,527.91	109.50	112.50	5,181.72
Breathitt	704.69	1,518.42	30.00	462.60	1,500.00	437.29	1,375.42	202.50	487.50	6,718.42
Breckinridge	543.18	612.37	18.00		1,217.28	375.00	2,344.24	78.00	900.00	6,088.07
Bullitt	318.73	486.77	9.00		711.07	291.50	2,357.35	65.00	300.00	4,539.42
Butler	372.90	489.81	18.00		1,500.00	375.00	1,828.85	116.00	337.50	5,038.06
Caldwell	416.91	2,041.16	18.00		1,187.09	344.60	2,377.06	165.00	300.00	6,849.82
Calloway	568.88	878.72	9.00	258.60	1,500.00	372.92	2,902.18	520.00	692.48	7,702.78
Campbell	2,928.72	7,558.62	90.00			2,979.73	12,500.00	337.50	981.25	27,375.82
Carlisle	275.64	231.60	18.00		1,500.00	296.97	1,945.43	202.50	300.00	4,770.14
Carroll	212.76	573.00	18.00		1,276.87	274.79	2,601.30	120.00	337.50	5,414.22
Carter	981.13	3,276.48	45.00		1,302.08	450.00	2,770.36	270.00	525.00	9,620.05
Casey	560.73	3,195.68	27.00		1,302.17	372.53	2,020.39	165.00	300.00	7,943.50
Christian	894.10	4,358.36	18.00	42.80		482.70	6,556.08	187.50	1,162.50	13,702.04
Clark	531.22	2,997.16			1,500.00	361.28	6,522.58	343.50	412.50	12,668.24
Clay	734.31	3,037.24	45.00		1,500.00	446.25	2,091.08	217.50	1,236.36	9,307.74
Clinton	321.47	1,565.16	45.00	138.46	1,500.00	365.13	1,698.05	207.00	337.50	6,177.77
Crittenden	282.89	288.10	18.00		1,500.00	375.00	2,400.25	165.00	287.92	5,317.16

Cumberland	237.01	418.41	27.00		1,500.00	354.31	1,675.30	165.00	487.50	4,864.53
Daviess	1,691.93	7,421.86	36.00			732.54	11,033.50	519.00	412.50	21,847.33
Edmonson	275.11	369.50	18.00		1,500.00	375.00	1,460.69	232.50	562.50	4,793.30
Elliott	272.24	549.01	36.00		1,324.12	300.00	1,188.16	165.00	134.69	3,969.22
Estill	576.35	1,480.34	45.00		1,500.00	375.00	2,017.64	165.00	187.50	6,346.83
Fayette	2,118.64	14,601.51	36.00			2,954.21	12,747.00	342.00	450.00	33,249.36
Fleming	374.94	246.66	18.00		974.40	356.27	3,337.49	102.00	262.50	5,672.26
Floyd	1,279.65	6,932.16	72.00	170.48	1,138.44	750.00	3,344.01	202.50	637.50	14,526.74
Franklin	607.51	3,222.63	36.00			450.00	8,000.35	98.00	262.50	12,676.99
Fulton	483.68	2,953.94	9.00	75.51	1,426.15	375.00	2,702.19	112.50	75.00	8,212.97
Gallatin	130.68	396.69	18.00		1,260.79	151.74	1,645.65	170.50	225.00	3,999.05
Garrard	357.25	1,046.48			285.10	372.24	3,264.84	63.00	300.00	5,688.91
Grant	261.82	319.37	18.00		1,445.20	265.41	2,742.17	106.50	150.00	5,308.47
Graves	963.06	1,306.37	18.00		143.77	525.00	6,548.98	536.50	1,337.50	11,429.18
Grayson	492.90	1,092.47	27.00		1,500.00	349.87	2,360.40	277.50	712.50	6,812.64
Green	363.50	1,560.54	18.00		1,384.96	339.49	2,213.41	150.50	75.00	6,105.40
Greenup	692.64	1,775.00	45.00		497.79	437.34	3,583.98	165.00	412.50	7,609.25
Hancock	184.37	64.40	9.00		1,500.00	275.34	1,371.62	63.00	75.00	3,542.73
Hardin	958.97	4,091.00	18.00	57.71		438.12	4,749.07	217.50	975.00	11,505.37
Harlan	1,642.19	11,280.93	54.00			1,625.78	6,498.10	142.50	150.00	21,393.50
Harrison	426.22	884.99	27.00		1,332.95	333.27	5,082.80	169.50	225.00	8,481.73
Hart	595.72	1,640.37	9.00		1,150.12	372.19	2,837.92	224.50	562.50	7,392.32
Henderson	1,374.17	6,218.45	54.00			450.00	8,000.73	88.50	407.30	16,593.15
Henry	377.20	1,051.53	18.00		1,458.66	346.26	3,211.10	126.00	187.50	6,776.25
Hickman	250.75	502.75	18.00		1,500.00	290.31	2,073.76	165.00		4,800.57
Hopkins	1,220.05	4,532.04	18.00	103.99	957.34	519.70	4,649.37	720.00	825.00	13,545.49
Jackson	419.16	952.93	45.00		1,500.00	350.29	1,512.86	207.00	741.25	5,728.49
Jefferson	17,371.85	75,551.97	150.00	4,141.22		2,942.45	106,221.31	1,124.50	3,743.77	211,247.07
Jessamine	336.21	1,436.37	9.00		1,500.00	358.14	4,036.92	154.50	112.50	7,943.64
Johnson	891.32	3,354.55	45.00		1,500.00	450.00	2,596.99	270.00	708.02	9,815.88
Kenton	3,746.19	9,159.80	120.00			2,987.46	12,614.00	667.50	778.12	30,073.07
Knott	645.58	2,389.76	45.00		1,500.00	449.42	2,140.73	202.50	300.00	7,672.99
Knox	1,015.75	3,959.35	36.00		1,500.00	525.00	2,245.04	270.00	928.13	10,479.27
Larue	367.08	849.20	18.00		664.80	268.00	2,391.67	144.00	176.04	4,878.79
Laruel	867.01	5,971.73	36.00		1,265.69	436.72	2,236.87	349.50	937.50	12,101.02
Lawrence	520.69	1,682.84	45.00	183.70	1,096.00	359.77	1,835.32	165.00	487.50	6,375.82
Lee	429.92	1,824.34	45.00		1,500.00	364.61	1,423.79	118.50	300.00	6,006.16
Leslie	494.56	2,626.28	18.00		1,500.00	366.36	1,571.97	262.50	805.84	7,645.51

STATEMENT OF MISCELLANEOUS EXPENDITURES BY COUNTIES—Continued

	Services Clerks' 132	Criminal Prosecutions 142	Jury Commissioners 162	Expenses 192	Sheriff's Highway Patrol 196	County Record Books 606	Tax Commissioners 802	Revenue Supervisors 812	Idiots 1870	Total
Letcher	$ 996.58	$ 4,450.72	$ 45.00	$	$ 1,500.00	$ 731.03	$ 3,472.06	$ 165.00	$ 300.00	$ 11,660.39
Lewis	421.56	582.70	18.00			368.79	1,805.70	352.50	300.00	3,849.25
Lincoln	536.63	2,235.72	27.00	524.26	701.18	290.90	3,227.80	182.50	375.00	8,100.99
Livingston	346.54	1,145.57	9.00	43.33	1,500.00	300.00	1,837.43	70.50	209.37	5,461.74
Logan	637.00	2,149.22	18.00		42.82	450.00	3,829.83	165.00	700.84	7,992.71
Lyon	263.97	305.73	18.00		825.77	276.02	1,399.50	102.00	176.67	3,367.66
McCracken	1,971.88	7,625.69	36.00			750.00	9,560.22	387.00	923.74	21,254.53
McCreary	902.87	4,299.88	27.00		1,498.28	350.53	1,806.70	165.00	675.00	9,725.26
McLean	261.25	479.15	18.00		1,500.00	373.40	2,116.39	192.00	187.50	5,127.69
Madison	788.04	4,109.28	27.00		1,395.75	450.00	6,491.06	88.50	371.87	13,721.50
Magoffin	753.27	1,885.04	45.00		1,500.00	357.61	1,670.75	217.50	712.50	7,141.67
Marion	431.42	1,619.74	18.00		1,500.00	362.01	3,727.32	230.00	187.50	8,075.99
Marshall	431.16	518.84	27.00		566.58	348.84	1,730.67	87.00	637.50	4,347.59
Martin	636.80	1,681.21	27.00	52.11	1,500.00	375.00	1,536.46	315.00	37.50	6,161.08
Mason	641.75	1,658.88	9.00		1,500.00	375.00	8,021.00	112.50	187.50	12,505.63
Meade	228.75	627.20	18.00		1,476.65	211.10	1,823.62	88.50	75.00	4,548.82
Menifee	184.20	316.02	27.00	26.69	1,500.00	274.39	1,007.82	105.00		3,441.12
Mercer	467.90	859.80	27.00			353.49	4,439.83	544.50	337.50	7,030.02
Metcalfe	195.16	519.69			1,500.00	192.24	1,740.50	144.00	371.68	4,663.27
Monroe	356.02	1,418.06	27.00	40.50	1,500.00	375.00	1,704.25	352.50	600.00	6,373.33
Montgomery	750.04	2,144.91	27.00	75.54	1,373.40	356.87	4,101.07	87.00	412.50	9,328.33
Morgan	547.30	832.09	36.00		1,500.00	310.04	1,777.93	217.50	525.00	5,745.86
Muhlenberg	1,435.22	5,050.11	27.00		1,500.00	524.00	3,998.86	317.50	1,200.00	14,052.69
Nelson	636.47	1,374.09	9.00	156.44		314.99	4,800.33	129.00	225.00	7,645.32
Nicholas	202.81	341.10	18.00		1,500.00	270.39	2,749.36	126.00	112.50	5,320.16
Ohio	928.33	1,821.46	36.00		1,500.00	450.00	3,058.89	165.00	975.00	8,934.68
Oldham	779.66	843.43	27.00		201.21	363.15	3,921.04	87.00		6,222.49
Owen	235.82	222.03	18.00		1,500.00	342.97	2,365.58	55.50	450.00	5,189.90
Owsley	299.33	1,615.44	45.00	59.41	1,500.00	290.43	1,113.40	165.00	370.01	5,458.02
Pendleton	271.36	341.20	27.00		1,500.00	347.71	2,526.88	144.00	362.50	5,520.65

Perry	1,326.35	3,780.47	36.00	———	1,500.00	587.58	3,656.81	186.00	975.00	12,048.21
Pike	1,639.78	10,771.47	45.00	———	———	1,092.71	8,015.50	142.50	787.50	22,494.46
Powell	288.44	412.87	18.00	———	1,500.00	294.16	1,307.34	43.50	———	3,864.31
Pulaski	1,301.79	4,659.93	45.00	———	1,121.74	516.01	4,026.49	218.00	1,123.44	13,012.40
Robertson	69.53	84.95	18.00	———	1,092.61	100.14	1,361.83	82.00	75.00	2,884.06
Rockcastle	494.68	1,396.43	45.00	———	1,500.00	201.31	1,976.99	126.00	1,151.56	6,891.97
Rowan	408.12	1,975.87	27.00	———	1,038.27	363.26	1,789.07	217.50	37.50	5,856.59
Russell	463.77	530.81	18.00	———	1,500.00	274.23	1,956.43	165.00	412.50	5,320.74
Scott	398.69	733.93	18.00	146.97	1,344.69	345.00	6,498.24	88.50	300.00	9,874.02
Shelby	517.80	952.66	18.00	———	———	372.69	6,492.21	79.50	75.00	8,507.86
Simpson	384.26	931.93	———	73.74	1,173.07	375.00	2,490.49	157.50	148.44	5,734.43
Spencer	156.33	90.74	9.00	———	1,500.00	253.82	2,055.71	36.00	112.50	4,214.10
Taylor	403.28	759.80	27.00	51.44	1,500.00	363.63	2,289.01	105.00	150.00	5,649.16
Todd	343.19	2,484.97	18.00	———	1,500.00	360.73	2,730.58	444.50	412.50	8,294.47
Trigg	343.67	731.78	27.00	———	1,166.66	359.35	2,260.30	57.00	112.50	5,058.26
Trimble	180.21	36.00	27.00	———	1,433.16	161.69	1,651.64	137.50	75.00	3,702.20
Union	527.42	2,395.56	9.00	———	1,443.45	375.00	4,467.87	277.50	234.89	9,730.69
Warren	1,166.68	5,303.72	18.00	———	1,500.00	525.00	8,182.71	342.50	712.50	17,751.11
Washington	412.88	738.65	18.00	———	999.94	355.56	3,134.02	75.00	337.50	6,071.55
Wayne	519.54	2,519.09	54.00	127.60	1,500.00	375.00	2,061.28	165.00	475.32	7,796.83
Webster	708.82	1,825.28	27.00	73.44	1,500.00	273.79	2,633.23	317.50	675.00	8,034.06
Whitley	1,508.65	5,257.05	36.00	142.62	1,500.00	521.17	2,833.58	249.00	574.07	12,622.14
Wolfe	298.37	921.59	45.00	———	1,289.52	300.00	1,251.66	160.50	638.55	4,905.19
Woodford	328.80	455.77	18.00	———	———	370.20	6,452.11	292.00	112.50	8,029.38
Totals	$95,424.86	$354,833.12	$3,396.00	$7,999.03	$131,605.68	$57,681.43	$529,420.52	$24,726.50	$55,287.88	$1,260,375.02

Mr. John C. Watts moved that the House do now adjourn to meet again at 8 o'clock, p. m., Monday, March 8, 1948.

Said motion was agreed to.

And then the House adjourned.

MONDAY, MARCH 8, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend Joseph A. O'Dwyer, pastor of the Church of the Good Shepherd, of Frankfort, Kentucky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	G. I. Drury	W. E. McClure
Jason Alford	Kermit Dwyer	Ed Marcum
Roy W. Arnold	Henry J. Giles	E. H. Martin
Earl F. Ashcraft	Otto W. Goff	C. D. Moberly
Sidney Baer	Henry C. Hale	Archie R. Moore
Levi Baker	N. M. Hamilton	Davis Moore
Bernhardt Bauer	James P. Hanratty	Walter Moorman
Fred Beshear	E. R. Hilton	Fred H. Morgan
Isaac M. Blevins	C. J. Holsclaw	E. C. Mullins
Chas. J. Bronston	Richard R. Houpt	Stanley Murphy
Mrs. Mary Burnett	Clyde S. Howard	T. A. Noe, Jr.
Chas. W. Burnley	D. W. Howard	Joe E. Nunn
A. H. Calvert	M. G. Howard	H. S. Overby
Paul Carter	R. N. Hubbard	H. C. Patterson
Earl W. Christian	Ira W. Hulette	H. M. Pewitt
Robert Collins	Laban P. Jackson	J. H. Polsgrove
Everett T. Cooper	Paul S. Jonas	L. W. Preston
Perry M. Cross	J. Ernest Jones	E. F. Prichard
Horace T. Cull	L. H. Jones	Hobart Rayburn
B. G. Davidson	Ercel Kozee	Ottis Roberts
Owen Deering	Harry K. Lowman	F. L. Robinson

Lilburn S. Rogers	Jesse H. Shelton	W. J. Ward
Amos Runyan	Harry Smith	John C. Watts
Glenn Rushing	John M. Spaulding	Lawrence Watts
Mrs. Rutherford	Chas. L. Spillman	Morris Weintraub
Dr. K. N. Salyer	G. W. Steinford	Lynn Boyd Wells
D. B. Saylor	John M. Stumbo	Rodney Whitlow
LeRoy Saylor	G. C. Thornton	G. F. Williamson
James J. Shannon	W. R. Tipton	Charles W. Wirsch
Paul E. Shannon	Wilford S. Travis	Mr. Speaker
James S. Shaw	J. B. Veech	

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Friday, March 5, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

The Chief Clerk presented to the House a petition filed in the Clerk's office on March 5, 1948, signed by Wm. C. Brown and sundry other citizens of Perry and Leslie counties, praying that removal from office by address proceedings be instituted against Sam M. Ward, Judge of the Thirty-third Judicial District of Kentucky, composed of Perry and Leslie counties, and that a committee be appointed to hear proof and have such proceedings and orders and hearings in the matter as may be necessary for a complete investigation herein.

Said petition is as follows, viz.:

THE GENERAL ASSEMBLY OF THE COMMONWEALTH OF KENTUCKY

TO (SENATE and
(
(HOUSE OF REPRESENTATIVES

Rev. Wm. C. Brown; Rev. W. F. Badgett; Mrs. Glenna Pritchard: S. M. Ritchie, MD; George S. Roach; Rev. Thomas B. Hale: P. L. Johnson and Jasper Hurt ..... *Petitioners*

VS: PETITION FOR REMOVAL FROM OFFICE BY ADDRESS

Sam M. Ward, Judge, 33rd Judicial District of Kentucky, Composed of Perry & Leslie Counties, *Respondent*

Your petitioners state that they and each of them are citizens and residents of Perry County, Kentucky, and are over the age of 21 years; that respondent Sam M. (S. M.) Ward, was at the general November 1945 election duly elected to the office of Judge of the 33rd Judicial District of Kentucky, composed of Perry and Leslie Counties, and that he was duly sworn into such office and entered upon the duties thereof in January 1946, and he is now, and has been at all times mentioned herein, the duly elected, qualified and acting Judge of said judicial district.

Petitioners state that their petition herein for removal by ADDRESS of the respondent from his office aforesaid is based upon the provisions of the Constitution of Kentucky, sections 129, and 112; and Kentucky Revised Statutes Chapter 63, sections 63.030 et seq., respectively as follows:

Constitution sec. 129:

" ..... (Circuit Judges) ..... but shall be removable in the same manner as Judges of the Court of Appeals ..... "

Constitution sec. 112:

(Judges of Court of Appeals) ..... "For any reasonable cause the Governor shall remove them, or any one or more of them, on the Address of two-thirds of each House of the General Assembly."

Chapter 63 KRS, part: Sec. 63.060:

"A person may, in the manner prescribed in KRS 63.030 petition either the Senate or House of Representatives, or both, to have an officer removed by address, which petition shall in like manner be referred to a committee."

Petitioners allege the following facts as grounds for, and the basis upon which, they petition both Houses of this honorable body to jointly remove by address to the Governor

of the Commonwealth of Kentucky, the said respondent, Sam M. Ward from the office aforesaid:

Petitioners state that on or about the 30th day of March, 1947, and during the present term of office of respondent, the said respondent appeared in a public place in the city of Berea, Madison County, Kentucky in an intoxicated and drunken condition, and was on said date arrested by the police officers of Berea, Ky., and placed in the city jail upon the charge of "being drunk in a public place at Berea, Kentucky at 4:30 P. M."; that upon the same day respondent entered a plea of guilty to said charge and was fined the sum of $19.00 plus $10.00 cost, which fine and cost were paid by respondent to the Police Judge of the city of Berea, Kentucky on said date; that immediately prior to his arrest aforesaid the respondent had driven his automobile across a sidewalk and into an iron or chain barricade and had damaged his automobile, but at the time of the arrival of the police his car was stopped and the traffic that had been following him had gone, otherwise the charges would have been "operating a motor vehicle while under the influence of intoxicating beverages"; that respondent made it known at the time of his arrest and conviction aforesaid that he was at that time the Circuit Judge of Perry and Leslie counties and was then on his way to Hyden where he had to be the following morning to conduct court; that respondent's condition of drunkeness was so bad that the officers at Berea refused to release him or permit him to attempt to drive his car until some five or six hours after his arrest.

Petitioners state further that on or about the 2nd, 3rd, 4th, and 5th days of April 1947 at Hyden, Kentucky, which is in the judicial district of respondent, said respondent appeared in open court as the presiding judge of a regular term of the Leslie circuit court in an intoxicated condition, and while in such condition of depravity attempted to conduct the trial of divers persons charged with violation of the penal laws of the Commonwealth of Kentucky; that during said period respondent's condition was such due to intoxication that he was unable to properly preside or conduct court; would without explanation at times get up and leave the court

room; forced witnesses and attorneys embarrassment and undue delay in conduct of said proceedings before him.

Petitioners state that on or about September 13, 1946 at Hazard, Kentucky, in the circuit court room during the trial of the case of Commonwealth of Kentucky versus Pole Gayhart on a charge of malicious cutting and wounding, respondent attempted to preside as said trial while in an intoxicated condition, said trial being open to the public.

Petitioners state further that on or about February 11th or 12th, 1948, at a public place of business, to-wit, Farmers Cafe, in the city of Hazard, Kentucky in Local Option Territory the respondent was observed openly drinking intoxicants in the presence of divers persons there assembled.

Petitioners further allege that respondent has at various times since entering upon his present term of court, directed and ordered as the presiding judge the dismissal of numerous indictments and warrants without any written request by the Commonwealth's attorney giving reasons therefor, which is in violation of KRS 455.070; and that by virtue of such practice many convictions in lower courts are appealed to respondent's court only to be filed away or dismissed without sufficient or any reason being required by said respondent.

Petitioners state that aforesaid acts, conduct, failures, and personal depravity of respondent both in office and as a citizen has resulted in disrespect in said judicial district for the office of Circuit Judge and for respondent personally and as an officer; that as a result of said acts, failures, and public conduct, or lack of personal respect or regard for the laws of the Commonwealth as well as the laws of common decency, law enforcement has broken down in said district and the Commonwealth attorney has recently filed motion for change of venue in a case with the basis of his motion being "the lawless conditions in Perry County"; that it has become difficult to get decent, law-abiding and sober citizens to serve upon juries in respondent's court because of the hereinabove conduct on his part; that the sanctity of the court as the medium of justice has been virtually destroyed in said district because of the apparent personal disregard for law and law enforcement on the part of respondent as aforesaid.

In support of part of the allegations herein petitioners file herewith and make a part hereof the affidavits of the following named citizens and residents of the Commonwealth of Kentucky:

Mrs. B. P. Wilson, Helton, Ky.; Mrs. Siller Francis, Asher, Ky.; Isaac Wells, Hoskinston, Ky.; Stanley Powell, Berea, Ky., C. C. Hensley, Berea, Ky.; Henry Witt and Sam Banks, Hazard, Kentucky.

Wherefore, petitioners pray that the honorable General Assembly of the Commonwealth of Kentucky consider this petition for removal of Sam M. Ward, judge of the 33rd judicial district of Kentucky by ADDRESS to the Governor; that same be referred to a committee of the House of Representatives for immediate investigation of these charges; that proceedings for removal by Address be ordered by said House forthwith and laid before the Senate, with appointment of a committee to prosecute same; that opportunity for hearing upon said charges be given all parties orally before said Senate.

Petitioners further pray that upon the establishment of the hereinabove allegations of personal and official misconduct, disregard for duty and requirements of the law, or any of them, upon the part of respondent during his present term of office, that same be held reasonable cause for removal from office, and that said respondent Sam M. Ward be ordered removed from the office of Judge of the 33rd judicial district of Kentucky upon the Address of two-thirds of each House of the General Assembly of the Commonwealth of Kentucky to the Governor. Petitioners pray for their cost in said proceedings and all other relief to which they may appear entitled both in law and equity.

(Signed) A. JOE ASHER

Attorney for petitioners
Main & St. Clair, Frankfort, Ky.

The undersigned petitioners state that they have read, or have had read to them, the aforegoing petition, and that same contains the truth as they verily believe.

(Signed) Rev. Wm. C. Brown
Rev. W. F. Badgett
Glenna Pritchard
S. M. Ritchie, M. D.
George S. Roach
Rev. Thomas B. Hale
P. L. Johnson
Jasper Hurt

Subscribed and sworn to before me by the above named petitioners Rev. Wm. C. Brown; Rev. W. F. Badgett; Mrs. Glenna Pritchard; S. M. Ritchie, M. D.; George S. Roach; Rev. Thomas B. Hale; P. L. Johnson and Jasper Hurt this 4th day or March at Hazard, Perry County, Ky.

(Signed) A. Joe Asher
Notary public State of Kentucky at large

My Comm. exp. 2-1-51

COPIES

State of Kentucky—
Leslie County:

The affiant Mrs. B. P. Wilson of Helton, Leslie County, Ky., deposes and says as follows: I testify that at the March term of the Leslie circuit court held beginning on March 17, 1947, during the trial of Tom Woods, which trial began on the 2nd day of April and continued until the 5th day of the same month. I was in attendance and saw on the 5th day of April that Circuit Judge Sam Ward who was presiding appeared to be drunk. During this trial he slumped over on his bench apparently in a stupor. He also at other times left his bench while jury was present and a witness in the chair. At times one of the lawyers would inquire of the Judge if he was listening. The affiant says the above is true as she believes.

Signed, Mrs. B. P. Wilson

Subscribed and sworn to before me by Mrs. B. P. Wilson this 2nd day of March 1948. Jimmie Sizemore, clerk, by Isaac Wells, D. C.

State of Kentucky
County of Leslie:

The affiant, Mrs. Siller Francis, of Asher, Leslie County, deposes and says as follows: I testify that at the March term of the Leslie circuit court held beginning on March 17, 1947, during the trial of Tom Woods, which trial began on the 2nd day of April and continued until the 5th day of the same month. I, Mrs. Siller Francis was present during each day of the court. I observed that Judge Sam Ward who was presiding over the court appeared to be and in my judgment was intoxicated. I saw him slumped over on the bench too weak to hold up his head, and on several occasions the officers and attorneys had to arouse him and urge him to rule on the motions. His personal appearance was that of a drunk man, his eyes very red, apparently too sick or intoxicated to hold up his head. It was further observed that during this term of court he got up and left the bench, walked out of the court room leaving a witness in the chair and the jury in the box. On another occasion the Judge dimissed or adjourned the court proceedings for no apparent reason that I could tell, other than he was too drunk to carry on the court. I was one of the regular jurors during that regular term of court. The affiant says the above is true as she believes.

Signed: Siller Francis

Subscribed and sworn to before me by Siller Francis this 2nd day of March, 1948. Jimmie Sizemore, Clerk, by Isaac Wells, D. C.

State of Kentucky
County of Leslie

The affiant Isaac Wells of Hoskinston, Leslie County, Ky., deposes and says as follows: That at the March term of the Leslie circuit court held beginning on March 17, 1947, and beginning on the 2nd day of April 1947, the trial of Tom

Woods came on and Judge Sam Ward presiding as circuit judge in the trial of said Tom Woods, which trial began on April 2nd as above stated, and during the above trial Sam Ward was intoxicated and during the trial at many times he lay his head over on the judges bench apparently in a drunken stupor and slep, and at various times, he was waken up to pass on motions of the attorneys on both sides, and he came downstares in the County judge's office and spoke to me of the trial and I smelt whiskey on his breath, this was on the last day of the trial April 5th, 1947. The affiant says the above is true as he believes.

Signed: Isaac Wells
Affiant

Subscribed and sworn to before me by Isaac Wells this the 2nd day of March 1948.

Joe Morgan, Clerk Leslie Circuit Court
By Effie Morgan, his deputy."

AFFIDAVIT

STATE OF KENTUCKY)
COUNTY OF MADISON)

The affiant Stanley Powell, being first duly sworn states that he is a citizen and resident of Madison County, Kentucky, an attorney at law and member of the Madison County and State of Kentucky Bar; that he was during the year of 1947 the duly appointed, qualified and acting Police Judge of the city of Berea, Madison County, Kentucky.

Affiant states that on March 30, 1947 while the affiant was Police Judge aforesaid he was called to the city jail around 4:30 to 5:00 P. M. o'clock, at the request of Policemen, C. C. Hensley and Arnold Brockman; that when affiant arrived at the jail on that Sunday afternoon he learned that the policemen had arrested and placed in jail one S. M. Ward of Hazard, Kentucky. Affiant talked to Mr. Ward who informed affiant that he the said Ward was the Circuit Judge at Hazard, Kentucky and that he had a term of court beginning the next morning which required his immediate release.

Affiant states that when he first saw Mr. Ward that he was in such a condition of intoxication that affiant did not deem it best to accept the offered plea of guilty by Ward on the charge for which he was arrested, that is drunk in a public place. Some four or five hours later on the same day affiant at the insistance of Mr. S. M. Ward did accept his guilty plea and assessed judgment and fine of $19.00 and $10.00 cost against him, which fine and cost was paid affiant as Police Judge.

Witness my hand this 3rd day of March, 1948.

(Signed) Stanley Powell
Affiant

Subscribed and sworn to before me by Stanley Powell this the 3rd day of March, 1948.

A. Joe Asher
Notary Public State of Kentucky
My Comm. exp. 2-1-51 at large

AFFIDAVIT

STATE OF KENTUCKY)
COUNTY OF PERRY)

The affiant C. C. Hensley being first duly sworn says he is now a member of the police force of Berea, Kentucky, and was in said position on March 30, 1947.

Affiant says that on Sunday afternoon at about 4:30 o'clock on March 30, 1947 he was called to the intersection of Main and Center streets in the city of Berea to investigate an automobile accident. Affiant says that on his way to answer the call he met patrolman Arnold Brockman, fellow policeman who was off duty at that time, and requested him to accompany affiant. Affiant says that when he and Brockman arrived at the scene of the accident they saw S. M. Ward in an automobile which had been driven across the sidewalk into heavy chains streched across an emergency drive-way to the Berea college campus; that when affiant arrived there Mr. Ward

was in a drunken condition; the front of the car in which he was sitting had been damaged by the collision. Affiant immediately arrested Mr. Ward on a charge of being drunk in a public place, not having seen him operate the car in such condition, and took him to the city jail in Berea. Affiant states that Mr. Ward informed him that he, the said Ward, was circuit judge of Perry & Leslie counties and they could not take him to jail; that he had a term of court scheduled for the next day to try a man on a murder charge. Affiant called the Police Judge to the jail upon arrival there, but after interviewing Mr. Ward the Police Judge would not accept his plea at that time, but did later in the night. Mr. Ward was so drunk that the affiant would not release his car to him until after 11 o'clock.

Witness my hand this March 3, 1948.

(Signed: C. C. Hensley

Subscribed and sworn to before me by C. C. Hensley this 3/3/48.

A. Joe Asher
Notary Public at Large.

AFFIDAVIT

STATE OF KENTUCKY)
COUNTY OF PERRY)

Affiants, Sam Banks and Henry Witt, being first duly sworn state that they were both officers on the police force for the city of Hazard, Perry County, Kentucky, on or about February 11th or 12th, 1948.

Affiants state that on the night of February 11th or 12th, 1948 at about the hour of ten o'clock they stepped into Farmers Cafe on North Main street in the city of Hazard, Kentucky, and at the time they observed Mr. Sam M. Ward, circuit judge, drinking from a can of beer; that when Mr. Ward saw affiants he quit drinking and jerked the can of beer behind him, then moved around and dropped it behind counter or ice box. Affiants both talked to Judge Ward on

that occasion, but did not cite him into court or arrest him because they were not certain about their rights to so do.

In witness whereof we have subscribed our names this 4th day of March, 1948.

(Signed) Henry Witt
Sam Banks

Subscribed and sworn to before me by Henry Witt and Sam Banks this the 4th day of March, 1948.

A. Joe Asher
Notary Public State of Kentucky
My Comm. exp. 2-1-51 at large

Mr. Rayburn moved that the privilege of the floor be extended to Mrs. John Pardieu, Jr., of Bardstown, Ky.

Said motion was agreed to.

Mr. Travis moved that the privilege of the floor be extended to Mrs. Ray Smith, of Benton, Ky.

Said motion was agreed to.

Mr. Whitlow moved that the privilege of the floor be extended to Mr. Rodney Whitlow.

Said motion was agreed to.

Mr. Stumbo moved that the privilege of the floor be extended to Messrs. Alex Davison, Troy Sturgill, Woodrow Burchett, John C. Cornett, Dan Martin, Bert Combs, John Spurgill, R. Watts, C. B. Bates, Green Stone, Ed Hill and Earl Cooper.

Said motion was agreed to.

Mr. Alford moved that the privilege of the floor be extended to Mr. Sampson B. Knuckles.

Said motion was agreed to.

Mr. Archie R. Moore moved that the privilege of the floor be extended to the Honorable Lee L. Laycock, Chief Clerk of the House of Representatives of the State of Louisiana.

Said motion was agreed to.

Mr. Archie R. Moore moved that the privilege of the floor be extended to the Honorable Edgar Poe, Assistant Clerk of the House of Representatives of the State of Louisiana.

Said motion was agreed to.

Mr. Archie R. Moore moved that the privilege of the floor be extended to Messrs. B. C. Lingley and Wayne Riley.

Said motion was agreed to.

Mr. Archie R. Moore moved that the privilege of the floor be extended to Mr. Wayne Riley.

Said motion was agreed to.

Mrs. Burnett moved that the privilege of the floor be extended to Mr. Wm. Maloney.

Said motion was agreed to.

Mr. Clyde S. Howard moved that the privilege of the floor be extended to Mr. Kels Rinser.

Said motion was agreed to.

Mr. Preston moved that the privilege of the floor be extended to Messrs. Lewis Nunn and Boots Vance.

Said motion was agreed to.

Mr. Baker moved that the privilege of the floor be extended to Mr. Drury Boulds.

Said motion was agreed to.

Mr. Durham Howard moved that the privilege of the floor be extended to Mr. Clyde Branfield and Mr. Ralph Gambrell.

Said motion was agreed to.

Mr. D. W. Howard moved that the privilege of the floor be extended to Mr. J. L. Howard.

Said motion was agreed to.

Mr. Hilton moved that the privilege of the floor be extended to Messrs. Forrest Smith, Jennings Kirby, C. W. Murphy and Glen Nippert.

Said motion was agreed to.

Mr. Polsgrove moved that the privilege of the floor be extended to Mr. and Mrs. Harry Poynter, Ephriam K. Lawrence, Jr., and Miss Della Polsgrove.

Said motion was agreed to.

Mr. D. B. Saylor moved that the privilege of the floor be extended to Messrs. John Knuckles, Denver Knuckles, Bill Knuckles and W. F. Knuckles.

Said motion was agreed to.

Mr. Runyan moved that the privilege of the floor be extended to Mr. Irvin Sanders.

Said motion was agreed to.

Mr. Kozee moved that the privilege of the floor be extended to Mr. and Mrs. Lewis Horton.

Said motion was agreed to.

Mr. Burnley offered the following resolution, viz.:

H. Res. A. Resolution providing for the appointment of a committee for the purpose of investigating a petition for removal from office by address.

Whereas, there was introduced and filed in the House of Representatives on March 8, 1948, a petition signed by Rev. Wm. C. Brown, Rev. W. F. Badgett, Mrs. Glenna Pritchard, S. M. Richie, M.D., George S. Roach, Rev. Thomas B. Hale, P. L. Johnson, and Jasper Rurt, seeking to have removed from office by address one, Sam M. Ward, Judge, 33rd Judicial District of Kentucky, composed of Perry and Leslie counties, on charges set out and stated in said petition so filed,

Now, Therefore, be it resolved by the House of Representatives of the Commonwealth of Kentucky, that a committee of thirteen be appointed by the Speaker to hear the proof in regard to said charges.

Said Committee shall have full and complete power to subpoena, administer oaths and to issue any such process as may be necessary for the production of books, records and other documents that may be necessary for a full and complete investigation of said matter, and said committee is now and hereby given and invested with all the power that may be necessary to coerce witnesses and their attendance, together with any books, papers or documents that may be in their possession for the purpose of the proper determination of the matters and things herein set out and are given full and complete authority to do and perform each and everything and matter that is necessary for a full and complete hearing of the matters and things directed by this resolution to be heard and determined.

Said resolution was adopted.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined

and found to be correctly enrolled a bill of the following title, viz.:

S. B. No. 82. An Act concerning the purgation for regulation election in cities of the first class by house to house canvass.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bill be delivered to the Enrolling Clerk of the Senate.

The Enrolling Clerk of this House delivered bills of the following titles, viz.:

H. B. No. 69. An Act relating to the compensation of the State Veterinarian.

H. B. No. 70. An Act relating to the powers of the State Board of Agriculture with respect to the adoption, issuance and enforcement of regulations, including provisions for penalties for violating such regulations.

H. B. No. 71. An Act relating to the employment of veterinarians by the State Board of Agriculture.

H. B. No. 202. An Act relating to the taking of mussels and the buying of mussel shells, including provisions for licenses and license fees.

H. B. No. 207. An Act relating to traps and the trapping of animals.

H. B. No. 292. An Act relating to elections, with particular relation to elections, both regular and primary, in cities under the commission form of government.

Which had been signed by the Speaker Pro Tem on March 5, 1948, duly signed by the President of the Senate into the possession of the Chief Clerk of this House.

Ordered that the Chief Clerk deliver said bills to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

Mr. Clyde S. Howard offered the following resolution, viz.:

H. Res. No. 65. A Concurrent Resolution memorializing Congress to cede to the Commonwealth of Kentucky jurisdiction for the execution of civil and criminal processes of the courts of Kentucky, over the lands and property constituting the Fort Knox Military Reservation.

Whereas, the lack of jurisdiction of the Commonwealth of Kentucky over the lands and property constituting the Fort Knox Military Reservation, for the execution of processes issued under authority of the courts of the Commonwealth, impedes and obstructs the administration of justice within the Commonwealth of Kentucky:

Now, therefore, be it resolved by the General Assembly of the Commonwealth of Kentucky:

That the Congress of the United States be and it hereby is solicited and urged to enact appropriate legislation ceding to the Commonwealth of Kentucky jurisdiction for the execution of civil and criminal processes issued under authority of the courts of the Commonwealth, over the lands and property constituting the Fort Knox Military Reservation.

That the General Assembly, acting on behalf of the Commonwealth of Kentucky, hereby agrees to accept the grant of jurisdiction if and when made.

That the Chief Clerk of the House of Representatives is directed to forward a copy of this resolution to the Chief Clerk of the Senate and the House of Representatives in Con-

gress of the United States, and to each Senator and Representative in Congress from Kentucky.

Mr. Clyde S. Howard moved that the House do now adopt said resolution.

Said motion was agreed to.

And thereupon said resolution was adopted.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills and resolutions which originated in that body of the following titles, viz.:

S. B. No. 34. An Act relating to nonprofit, nonstock corporations.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. (1) Except as provided in subsection (2) of this section, any three or more natural persons of the age of twenty-one years or more may, under the provisions of this Act, form a mutual ownership or mutual endeavor corporation having no capital stock, for any lawful purpose, such as civic, athletic, recreational, or social, not involving private pecuniary gain or profit.

(2) This Act does not apply to corporations of a special character for which other statutes provide a special method of incorporation, nor does it apply to cooperative corporations or associations.

(3) Nonstock, nonprofit corporations for religious, edutional or charitable purposes may be incorporated either under this Act or under KRS 273.020 to 273.050.

(4) Except as specifically provided in this Act, corporations organized under this Act are not subject to any of the statutes relating to corporations having capital stock or

organized for pecuniary profit, but they shall not, merely by virtue of organization under this Act, be entitled to any of the tax exemptions granted by the Constitution or statutes to corporations organized solely for religious, charitable or educational purposes.

§ 2. (1) Articles of incorporation shall be signed in triplicate originals by each of the incorporators and shall state in the English language:

(a) The name of the corporation.

(b) Its purpose.

(c) Its duration, which may be perpetual.

(d) The place in this state where the principal office of the corporation is to be located and the name and address, including street and number, if any of its resident agent for service of process.

(e) The names and post office addresses of its trustees, directors or other governing authorities, not less than three, who are to serve until the first annual meeting or other meeting called to elect a board of trustees, directors or other governing board.

(f) If desired, the names of any persons who, together with the subscribers to the articles, are to be members of the corporation upon organization.

(g) If desired, any qualifications for membership in the corporation.

(2) The articles of incorporation may contain any other lawful provision which may be desired for the purpose of defining, limiting or regulating the exercise of the powers of the corporation and of it governing board or trustees or directors, and of the members, or any class of members, and for the purpose of creating or defining rights and privileges of the members among themselves.

§ 3. The provisions of KRS 271.045 as to corporate names shall apply to corporations organized under this Act.

§ 4. The articles of incorporation shall be filed and recorded, and a certificate of incorporation shall be issued, in the same manner and upon payment of the same fees, and

with the same effect, as provided in KRS 271.055 for business corporations.

§ 5. Upon the issuance of the certificate of incorporation, the corporate existence shall begin, and the incorporators and the other members, if any, designated in the articles, and such other persons as shall thereafter be admitted to membership in accordance with the articles or bylaws, shall be and constitute a body corporate. The provisions of KRS 271.105 and 271.115, as to the validity and effect of certificates of incorporation, and the effect of filing or recording various papers, shall apply to corporations organized under this chapter.

§ 6. Each corporation formed under the provisions of this Act shall have power:

(1) To have a corporate seal and alter it at pleasure.

(2) To continue as a corporation for the time limited in its articles of incorporation, or if no such time limit is specified, then perpetually.

(3) To sue and be sued in its corporate name.

(4) To contract and be contracted with.

(5) To acquire, hold, sell, dispose of, pledge or mortgage any such property as its purposes may require, subject to any limitation prescribed by law or by the articles of incorporation.

(6) To make bylaws not inconsistent with law.

(7) To promote the purposes for which it was formed in this state and elsewhere as may be permitted by law.

(8) To accept gifts and to carry out any terms, requests or conditions prescribed or made by the donor thereof.

(9) To become a member of any other nonstock, nonprofit corporation organized under the laws of this state; or become affiliated with another organization of like character existing under the laws of this or another state.

§ 7. The provisions of KRS 271.145 shall apply to corporations organized under this chapter.

§ 8. Bylaws may be adopted or amended by a majority of the members of the corporation, or, if so provided in the articles, by the governing board, trustees or directors.

§ 9. (1) Membership in the corporation may be initiated or terminated in the manner provided in the articles or the bylaws.

(2) Corporations and partnerships may, if permitted by the articles or bylaws, become members of a corporation organized under this Act.

(3) Unless otherwise provided by the articles or bylaws, all the rights of a member in the corporation, or its property, shall cease on the termination of his membership.

§ 10. The members of a corporation organized under this Act shall not be personally liable for any debt or obligation of the corporation, solely by reason of being members.

§ 11. (1) A corporation organized under this Act may, either by written consent of a majority of its members, or by vote of a majority of those members who are present and voting at a meeting duly called upon notice of the specific purpose, amend its articles in any respect consistent with the provisions of this Act; except that the articles or bylaws may require a written consent to be by a greater number of members than the minimum number prescribed by this subsection.

(2) The provisions of KRS 271.450 shall apply to amendment of articles of corporations organized under this Act, except that the same may be signed and acknowledged by officers corresponding to those mentioned in that section.

§ 12. (1) Every corporation organized under this Act shall have an authorized agent upon whom process can be served. The name and address of the original agent shall be stated in the articles of incorporation as provided in Section 2 of this Act.

(2) When any change is made in the name or address of the process agent, the corporation shall at once file with the Secretary of State a statement of the change. The former agent shall remain agent for the purpose of service of process until a statement designating the new agent is filed. The Secretary of State shall charge a fee of $5.00 for the filing of such statement.

§ 13. A corporation organized under this Act may be dissolved in the manner provided in KRS 271.495 to 271.545 for business corporations. For this purpose, references in those sections to "shareholders" shall be deemed to be references to "members".

§ 14. All corporations heretofore incorporated in this state and in existence on the effective date of this Act, of a character and for purposes consistent with the provisions of this Act, shall be deemed to have been incorporated under the provisions of this Act and shall be subject thereto, with the exception of religious, charitable or educational corporations, which shall continue to be governed by the provisions of KRS 273.010 to 273.050.

S. B. No. 166. An Act relating to adequate sewer and drainage facilities in cities of the first class and in counties containing such cities, amending Sections 76.060, Subsection (7) of Section 76.080, Subsection (10) of Section 76.080 of the Kentucky Revised Statutes, subsection (5) of Section 76.030 of Kentucky Revised Statutes and creating a new Section relating to such facilities to wit: Number 76.091 Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 76.060 of the Kentucky Revised Statutes is hereby amended and as amended reads:

The board shall, in July of each year, elect from its members a chairman and a vice-chairman, who shall be of different political party affiliation. It shall employe a secretary-treasurer and a chief engineer, neither of whom shall be a member of the board. The secretary-treasurer and the chief engineer may be removed by the board for cause ,after hearing by it and after at least ten days notice in writing shall have been given to the secretary-treasurer or chief engineer, as the case may be, which notice shall embrace the charges preferred against him. At the hearing he may be represented by counsel.

The finding of the board shall be final. The secretary-treasurer and the chief engineer shall each devote his entire time and attention exclusively to the services of the board. The board may employ, and remove at pleasure, professional and technical advisors, experts, and other employes, skilled or unskilled, as it deems requisite for the performance of its duties, except that it may not employ a lawyer or lawyers. The director of law, otherwise city attorney, of each such city, and such of his assistants as he shall designate, shall render all legal services pertaining to the said City and County metropolitan sewer district and its board and the business, activities, and affairs, thereof, provided however, that if adverse legal positions arise as between such city on the one hand and such district and board on the other, the latter may employ such legal counsel for such situation and upon such terms as the legislative body of such city may authorize by ordinance.

The board shall require the secretary-treasurer and the chief engineer each to execute bond and may exact from such of its other officers and employes bonds as it may deem expedient. All such bonds shall be payable to the district in such sums as the board may fix, with approved corporate surety, and premiums therefor shall be paid by the district. Such bonds shall obligate the makers thereof to faithfully perform the duties of their respective offices and positions and to fully account for and pay over all money, property, or other thing of value of the district, which may come to their hands, respectively. The board shall fix the salaries and compensation of the officers and employes it engages, which salaries and compensation, however, shall be in line with that paid by the city and county for similar services.

Section 2. Subsection (7) of Section 76.080 of the Kentucky Revised Statutes is hereby amended and as amended reads:

(7) To make bylaws and agreements for the management and regulation of its affairs and for the regulation of the use of property under its control and for the establishment and collection of sewer rates, rentals and charges, which sewer

rates, rentals and charges, applicable within the limits of a city of the first class, shall be subject to the approval, supervision and control of the legislative body of such city as hereinafter provided.

Section 3. Subsection (10) of Section 76.080 of the Kentucky Revised Statutes is hereby amended and as amended reads:

(10) To fix and collect sewer rates, rentals, and other charges, for service rendered by the facilities of the district, which sewer rates, rentals, and other charges, applicable within the limits of a city of the first class, shall be subject to the approval, supervision and control of the legislative body of such city as hereinafter provided.

Section 4. A new section of Kentucky Revised Statutes is created number 76.091 and reads:

76.091. The legislative body of the city of the first class is hereby vested with visitorial powers over the said city and county metropolitan sewer district and its Board, and the business, activities, and affairs, thereof. Such legislative body may of its own intiative, make such inquiries of, and examinations into, the business, activities, and affairs of such district and its board and call for such reports and information as such legislative body deems desirable and necessary in the premises, and it shall be the duty of such district and board and their officers to cooperate with such legislative body in its endeavors to obtain true and accurate existing conditions and status and to promptly furnish such reports and information so requested. Such legislative body may, of its own initiative, after examination and investigation and such public hearing or hearings as it may deem necessary and proper, effect such reasonable changes, by ordinance, in sewer rates, rentals and other charges applicable within the limits of a city of the first class, as may be necessarily proper and justifiable in the premises, to the end that the purposes of the Act which this amends may be accomplished, provided however, no change in such sewer rates, rental or other charges shall impair the obligation of any contract nor the integrity of any indebtedness of the

district or its board either bonded or otherwise nor in any manner cripple, impede or impair the district or its board or the business, activities, or affairs, thereof. In considering and effecting changes in such sewer rates, rentals and other charges, such legislative body shall observe the criteria set forth in KRS 76.090.

Section 5. Sub-section 5 of Section 76.030 of Kentucky Revised Statutes is hereby amended to read as follows:

"(5) The members of the board shall be paid $10.00 for each meeting of the board attended by such member, but no member of said board shall be paid more than two hundred and forty dollars during any fiscal year of the board, nor for more than twenty-four meetings held during any fiscal year of said board."

Section 6. If any clause, sentence, paragraph, or other part of this Act, shall for any reason, be finally adjudged by any court of competent jurisdiction to be invalid or unenforceable, such judgment shall not affect, impair, nor invalidate, the remainder hereof, but shall be confined in its operation to the clause, sentence, paragraph, or other part hereof, directly involved in the controversy in which such judgment shall have been rendered.

S. B. No. 196. An Act to amend and re-enact Section 427.130 of the Kentucky Revised Statutes, so as to include provisions relating to procedure in the case of attachments and garnishments served upon the Commonwealth.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

SECTION I.

Section 427.130 of the Kentucky Revised Statutes is hereby amended and re-enacted to read as follows:

(1) Salaries for sums due state, county, city and school board officers and employees shall be subject to attachment or garnishment.

(2) All sums due any person from the Commonwealth of Kentucky, or any agency or department thereof, and all sums due from any county school board, city or county, shall be subject to attachment or garnishment.

(3) Service of attachment or garnishments upon the Commonwealth of Kentucky shall be made by serving the Commissioner of Finance, and the State Treasurer. No attachment or garnishment served upon the Commonwealth shall be valid unless the process shall specify the name of the employee, or other creditor, and the budget unit and division thereof through which the sum alleged to be due is payable.

SECTION II.

Whereas, the present procedure in the service of attachments and garnishments upon the Commonwealth is inadequate, inefficient, and uncertain, an emergency is declared to exist and this Act shall take effect upon its passage and upon approval of the Governor.

S. Res. No. 25. A Joint Resolution authorizing H. L. Wilkerson of Dixon, Kentucky, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That H. L. Wilkerson is authorized to sue the Commonwealth of Kentucky in the Webster Circuit Court for damages resulting from damage to his crops during the years 1941, 1942, 1943, 1944, 1945, 1946 and 1947, grown on his farm in Webster County, Kentucky, on the north side thereof and south of the Dixon and Slaughters State Highway No. 138, and approximately four miles east of Dixon, Kentucky, which land lies upon the waters of the Winstead Public Ditch, and which farm contains approximately 180 acres.

Said alleged damage was caused by overflows of said Winstead Public Ditch, which ditch passes under a bridge

being maintained by the Highway Department of Kentucky at said ditch which flows from south to north and flows along the line of the said H. L. Wilkerson northwardly. The said overflows were due to the fact that the opening is not sufficient to permit the passage of the waters from ordinary rainfalls in that vicinity, which results in damages to the crops of the said H. L. Wilkerson.

Said suit shall be for a sum not in excess of $9,077.50.

The Attorney General of the Commonwealth of Kentucky may investigate the claim against the Commonwealth herein, and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this Resolution shall be considered by either the Court or the Jury as an admission of negligence or wrongful act upon the part of the Commonwealth; and this Resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the Jury.

S. Res. No. 29. A Joint Resolution authorizing the personal representatives of William Flannery, Grant Judd and Augustus Mainous to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That the personal representatives of the above parties, William Flannery, Grant Judd and Augustus Mainous, are authorized to sue the Commonwealth of Kentucky in the Lee or Owsley Circuit Court for damages resulting from personal injuries which caused the death of said three individuals above set out, which injuries and death were caused by the

negligence on the part of the employees of the Commonwealth of Kentucky and Department of Highways, while said decedents were passengers in an automobile on said Highway; said negligence consisting of willfully and unnecessarily blocking the public highway in violation of the Kentucky Statutes; by failure to give warning of said blocking and by failure to put out any signs whatsoever of "Men Working" and failure to put out any men to warn the public that Department was blocked and dangerous on a curve. Each of said suits may be filed for a sum not in excess of $25,000.00 each.

The Attorney General for the Commonwealth of Kentucky may investigate said claims herein and settle same before or after suit is filed if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the Highway Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer. In the event, a suit is filed and judgment rendered, either party may appeal to the Court of Appeals of Kentucky. No statement in this Resolution shall be considered by either the Court or Jury as an admission of negligence on the part of the Commonwealth and this Resolution shall not be introduced as evidence nor commented upon by counsel in argument to the jury.

S. Res. No. 32. A Joint Resolution authorizing J. V. Kelley, of Salyersville, Kentucky, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That J. V. Kelley, of Salyersville, Kentucky, is authorized to sue the Commonwealth of Kentucky, in the Magoffin Circuit Court, for injuries and damages to his home and property alleged to have been caused by the Department of Highways and its employes, in that the Department of Highways negligently constructed the highway and drainage system through the town of Salyersville, Kentucky, causing the

water to overflow, thereby injuring and damaging his property.

Said suit shall be in a sum to exceed Five Thousand ($5,000.00) Dollars.

The Attorney General of the Commonwealth of Kentucky may investigate the claim against the Commonwealth of Kentucky, herein, and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the State Road Fund, upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the Court or the jury as an admission of negligence upon the part of the Commonwealth, and this resolution shall not be introduced as evidence, nor commented upon by Counsel in argument to the jury.

S. Res. No. 41. A Joint Resolution authorizing Clayton Henry, of Index, Morgan County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

Said resolution is as follows, viz.:

Whereas, it is alleged that the Department of Highways, in constructing the highway now known as U. S. Highway No. 460, near Index, Kentucky, negligently constructed the same and particularly by leaving open ditches on each side of the highway, so as to impair the usefulness of certain real estate owned by Clayton Henry;

Now, Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Clayton Henry, of Index, Morgan County, Kentucky, is authorized to sue the Commonwealth of Kentucky

and the Department of Highways, or either, in the Morgan Circuit Court, for property damages caused by alleged negligence on the part of the Department of Highways and its employes in the performance of their duties.

Said suit shall be for a sum not in excess of $1,500.

The Attorney General may investigate the claim herein and settle the claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General, shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals.

No statement in this Resolution shall be considered by either the court or jury as an admission of negligence upon the part of the Commonwealth, and this Resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the jury.

S. Res. No. 44. A Joint Resolution authorizing Anderson Hays to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Anderson Hays of Perry County, Kentucky, is hereby authorized to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky in the Perry Circuit Court for damages resulting from personal injury to the said Anderson Hays caused by alleged negligence on the part of the employees of the Commonwealth of Kentucky and the Department of Highways of Kentucky, resulting in injury to the said Anderson Hays while walking along the Highway in Perry County, Kentucky.

Said suit shall not be for a sum in excess of $5,000.00.

The Attorney General of the Commonwealth of Kentucky may investigate said claim against the Commonwealth and the

Department of Highways, and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or a jury as an admission of negligence upon the part of the Commonwealth or its Department of Highways and this resolution shall not be introduced as evidence nor commented upon by counsel in argument to the jury.

S. Res. No. 55. A Joint Resolution providing for an investigation, study and survey of the administration of school affairs within the state; and authorizing the use and allocation of certain funds; and providing for a report.

Said resolution is as follows, viz.:

Whereas, during the period from 1934 to 1947 the sums appropriated out of the State Treasury for the purpose of paying school teachers' salaries were increased by 328%, and the local revenue for school purposes was increased by 26%; and

Whereas, during the same period, notwithstanding such increases in the amount of funds available for the payment of teachers' salaries, the average of such salaries was increased by only 98%; and

Whereas, a deplorable condition exists with respect to the teaching profession in Kentucky, in that the salaries paid to teachers in Kentucky are the lowest or among the lowest in the United States, as a result of which the best qualified teachers are leaving this state to engage in their profession elsewhere, and capable students are no longer attracted to enter the teaching profession; and

Whereas, the children of our citizens are being deprived of the benefits and advantages of instruction by competent

and adequately compensated teachers, and thus are under a handicap in competition with children of other states; and

Whereas, it appears that injudicious, imprudent or unskillful administration of school affairs may be responsible, in whole or in part, for the failure of the money made available for teachers' salaries to adequately meet the need; and

Whereas, a limited investigation of the management of county school affairs, conducted in recent years, disclosed substantial evidence of mismanagement of school finances; and

Whereas, it appears that a thorough and complete investigation, study and survey of school affairs, at both the local and state levels, may reveal situations and practices detrimental to the public interest, and furnish the basis for remedial legislation or executive action with a firm factual foundation; and

Whereas, the Legislative Research Commission established by the present General Assembly is admirably designed to conduct an investigation, study and survey of school affairs, and to make an unbiased and comprehensive report thereon; and

Whereas, the present circumstances with respect to school affairs constitute an emergency justifying the use of every emergency power of government;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That the Legislative Research Commission be and it hereby is authorized and directed to make and conduct a thorough and complete investigation, study and survey of the administration of public school affairs in the Commonwealth, from both the local and the state aspect, and to submit to the 1950 General Assembly a full and comprehensive report thereof.

That in conducting such investigation, study and survey the members and authorized employes and representatives of

the Legislative Research Commission shall have access to the records, offices and files of the State Department of Education and of every school district and state institution of learning, and shall have power to make such audits and make photostatic or other copies of such documents, papers or records as deemed necessary or desirable.

That the Legislative Research Commission is requested to award first priority in its program of research to the investigation, study and survey directed by this Resolution to be made.

That the General Assembly expressly finds and declares that the need for the investigation, study and survey of school affairs constitutes an emergency within the purposes contemplated in establishing the Governor's General Emergency Fund and Special Emergency Fund, and the Governor is expressly authorized and empowered to allot for the purposes of this Resolution any part or all of such funds.

S. Res. No. 56. A Joint Resolution providing for the payment of per diems and expenses in connection with the performance of the functions of the Legislative Council, and making an appropriation for the purpose.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

§ 1. There is hereby appropriated out of the General Expenditure Fund in the State Treasury, to the Department of Finance, the sum of $1,000, for the purpose of paying the expenses and statutory per diem of the members of the Legislative Council in attending meetings of the Council within the period prescribed by law immediately preceding the present sesson of the General Assembly, and for the purpose of paying the reasonable and necessary expenses of the delegates designated by the Council to represent the Council at the Conference of State Legislative Councils, Reference Agencies, and related agencies, conducted by the Council of State Governments in the city of Chicago in November, 1947.

§ 2. The Department of Finance shall issue its warrants upon the State Treasurer, in favor of the persons entitled to the payments above provided for, upon submission of vouchers by such persons.

§ 3. Whereas, through inadvertence and oversight, no funds were provided by the 1946 General Assembly for the payment of the per diem and expenses of the members of the Legislative Council, or for payment of necessary expenses in connection with the furtherance of the functions of the Council, an emergency is declared to exist and this Resolution shall take effect upon its passage and approval by the Governor.

Ordered that said bills and said resolutions be printed and referred to the Committee on Rules.

The message which was received from the Senate also announced that they had passed a bill which originated in this House of the following title, viz.:

H. B. No. 291. An Act to provide for public safety.

Ordered that said bill be delivered to the Enrolling Clerk of this House.

A message was erceived from the Governor announcing that he returns to this House where it originated, without his signature and approval, a bill of the following title, viz.:

H. B. No. 32. An Act relating to Elections, with particular relation to the compensation of election officers, and which shall be known as the Morgan-Howard Bill.

Together with his objections and veto to said bill and his reasons therefor.

(For bill see House Journal of January 27, 1948, ante.)

The objections of the Governor and his reasons therefor are as follows, viz.:

VETO MESSAGE

I am herewith returning House Bill 32, which would raise the compensation of election officers to $8.00 per day, which I am disapproving for the following reasons:

The conduct and administration of elections of any democracy is the patriotic duty and responsibility of the citizens of that democracy. For a long time in free governments such civic duties were performed without compensation. It long has been looked upon as a privilege afforded the ordinary citizen to serve his fellow man in such public capacity and to do it only with the thought of service and the preservation of free government.

An increase in compensation of election officers would not improve the quality of elections nor add to the efficiency of the electoral machinery. Persons who are interested in seeing that the will of the people is expressed through the ballot do not serve as election officers for the amount of compensation which they receive. They serve as a matter of patriotic duty. In times past the State has seen fit to make a token payment for such patriotic service, and it was never the intention of the Constitution framers that such patriotic service be reduced to the level of profit or material gain.

In addition to the fact that an increase in compensation would not improve the electoral process, it would add approximately $750,000 during a four-year period to the cost of government in the Commonwealth. Such an added cost is not justifiable in view of the fact that no appreciable benefit or improvement may be expected to be derived therefrom.

Because of the nature of the electoral process and the added unnecessary cost to the taxpayers which this bill could impose, I am vetoing House Bill 32.

(Sd.) EARLE C. CLEMENTS,
Governor.

March 5, 1948.

Mr. Weintraub moved that said bill, together with the objections of the Governor and his reasons therefor, be laid on the Clerk's desk.

Said motion was agreed to.

Mr. Ashcraft moved that the privilege of the floor be extended to Mr. Ezart F. Ashcraft.

Said motion was agreed to.

Mr. Houpt moved that the privilege of the floor be extended to Mr. Wm. Buckman.

Said motion was agreed to.

Mr. Spaulding moved that the privilege of the floor be extended to Messrs. Henry M. Griffin, Bill Jennings and Jim Bruce.

Said motion was agreed to.

Mr. Weintraub moved that a poem read by the Honorable E. C. Mullins, a member of this body, be spread at length upon the Journal.

Said motion was agreed to.

Said poem is as follows, viz.:

IN DEFENSE OF TRIVIA
OR
THE GREAT IMPORTANCE OF LITTLE THINGS

By E. C. Mullins

Not only poets, but the Universe sings
Of the great importance of little things—
From atoms so small no eye can see
All things in the Universe have come to be.
The earth, the heavens, moon, sun, and star—
Great celestial bodies wherever they are;
Of invisible substance so tiny, innate,
All things that be did God create.

From a little raindrop and a grain of sand,
He spake into existence the creature, man,
And breathed into his nostrils the breath of life,
From one small rib did make him a wife.
Henceforth, forever, and from that hour,
To man over the earth gave dominion and power;
All other creatures, both domestic and wild,
Were there made subject to a little child.

And, thus, all things, whether great or small,
For the good of man God made them all;
Which important? Which trivial? Who will dare state?
For things most important on trifles may wait.
A battle, a cause, a nation may fail,
Because of the loss of a horseshoe nail—
A diminutive hole in the wall of a dyke,
And death to thousands may suddenly strike.

The greatest oaks from little acrons grow,
The ocean is filled with tiny drops that flow;
An answer soft man's wrath may turn,
The tiniest spark great cities may burn.
A smile, a nod, a look, a sigh,
May decide whether many shall live or die.
The wrong little word or deed so small,
May change a world beyond recall.

Split seconds, or minutes, may fateful be,
For time is only part of eternity;
One little heart beat, one fleeting breath,
Hold the balance between all life and death.
As little leaks may sink great ships,
So words of wisdom come from little lips;
To get to the point of this poetic patter—
There is no such thing as a trivial matter.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 8, 1948

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

Senate Bill 240
Senate Res. 56
House Bill 439
Senate Res. 35
House Bill 367
House Bill 413
House Bill 414
Senate Bill 34
Senate Bill 190
House Bill 448
House Bill 405
House Bill 418
House Bill 450
House Bill 451
House Bill 36
House Res. 52
Senate Res. 18
House Res. 55
House Bill 378
House Bill 394
House Bill 273
House Bill 431
House Bill 303
Senate Res. 37
Senate Bill 233
Senate Bill 234
Senate Bill 235
Senate Bill 237
Senate Bill 181
Senate Bill 207
House Bill 170
House Bill 380
Senate Bill 213
Senate Bill 221

A majority of the Rules Committee today has reported the following bills to be acted upon in the Orders of the Day:

House Bill 290
House Bill 360
House Bill 294
Senate Bill 252
House Bill 400
House Bill 401
House Bill 353
House Bill 388
House Bill 293
Senate Bill 48
House Res. 59
House Bill 411
House Bill 319
House Bill 382

Senate Bill 200
House Bill 377
Senate Bill 47
House Bill 222
House Bill 370
House Bill 310
House Bill 430
House Bill 345
House Res. 53
House Bill 313
House Bill 334

(Sd.) T. Herbert Tinsley, Speaker

Bills of the following titles were introduced, viz.:

By Mr. Burnley.

H. B. No. 453. An Act to amend Section 41.220 of the Kentucky Revised Statutes relative to designation of state bank depositories.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 41.220 of the Kentucky Revised Statutes be hereby amended to read:

The treasurer, with the approval of the Department of Finance, shall designate in writing to the governor, to be entered on the executive journal, not less than three solvent banks as depositories. Each bank selected as a depository for state funds shall have not less than the minimum capital stock as required in paragraph (2) and (3) of Section 287.070 of the Kentucky Revised Statutes. A list of the banks so designated shall be certified to the Department of Finance. If it at any time appears that the capital of any depository has become impaired, the Treasurer may cause the state's deposits to be withdrawn therefrom, and shall, in like manner, name another depository.

By Mr. Steinford.

H. B. No. 454. An Act relating to courthouses or courthouse facilities in counties where the circuit court is held in

a city of the second class that is not the county seat; providing for the acquisition, construction and financing of a courthouse or courthouse facilities by the county; or the renting or leasing of the same from the city; and repealing former Acts relating to this subject.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. In counties having a population of less than 150,000 and containing a city of the second class that is not the county seat, where the circuit court is held in the city of the second class as required by law and the county does not own, operate or maintain a courthouse in the city of the second class, the fiscal court is hereby empowered and directed to provide quarters for the circuit court, county court, quarterly court, circuit court clerk, county court clerk, sheriff, county auditor, county attorney, county tax commissioner, and master commissioner in the city of the second class, as well as at the county seat. In order to carry into effect the provisions of this section, the fiscal court is hereby empowered to acquire land for the purpose of constructing, and to construct, a courthouse, and to finance the same according to any method authorized by law. The fiscal court is further empowered, if it so desires, to rent or lease premises suitable for the above purposes from the city of the second class, if it has suitable quarters to furnish adequate housing for the above officers. The terms of the rental or lease shall be as mutually agreed upon between the fiscal court and the governing body of the city.

§ 2. Any Acts or Acts providing or contemplating that a city of the second class shall provide or furnish courthouse facilities for the use of the county are hereby repealed.

By Mrs. Rutherford and Mr. Maurice G. Howard.

H. B. No. 455. An Act relating to taxation of the income and property of religious, educational or charitable societies, organizations or corporations.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. No religious, educational or charitable society, organization or corporation which owns any income-producing property shall be entitled to the exemption from the State income tax, granted by KRS 141.040, unless such society, organization or corporation voluntarily lists for taxation and pays ad valorem taxes upon all of the income-producing property owned by it, at the same rate and under the same provisions as other property that is subject to taxation.

§ 2. Property voluntarily listed pursuant to Section 1 of this Act shall be separately identified on the tax records. Revenue received by a county from county taxes on such property shall be used by the county solely for the purpose of health and welfare functions. Revenue received by the State from state taxes on such property shall be appropriated to the Division of Hospitals and Mental Hygiene as a supplement to its appropriations for the operation of the State eleemosynary institutions.

By Mr. Ashcraft.

H. B. No. 456. An Act relating to Game and Fish.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Subsection (1) of KRS 150.440 is hereby amended to read as follows:

(1) Except as otherwise provided in this chapter, no person shall take any fish protected by KRS 150.470 from the public waters of this state except by angling. Any other fish may be taken by angling or by the use of a gig meeting the requirements of subsection (4) of KRS 150.360.

§ 2. No person shall take any fish by the use of a gig without having procured a license therefor. Such license shall be issued in the manner provided in KRS 150.190 and 150.200, and the fee for such license shall be $2.00.

H. B. No. 457. An Act relating to game and fish, with particular reference to free hunting and fishing licenses for war veterans.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Any person who served in the Armed Forces of the United States during any war declared by Act of Congress, who was honorably discharged from such service and who is a resident of this state, shall be entitled, each year, to be issued a state-wide hunting license and a fishing license without the payment of any fee.

By Mr. Polsgrove.

H. B. No. 458. An Act to amend Subsection 1 of Section 26.530 of the Kentucky Revised Statutes, relating to disposition of fines and forfeitures recovered in the Police Courts of Cities of the first class, etc.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sub-Section 1 of Section 26.530 of the Kentucky Revised Statutes is hereby amended so that when amended it shall read as follows:

"All fines and forfeitures recovered in the Police Court of any city of the first class, by prosecution in the name of the city of the State, shall be paid into the City Treasury as a contribution towards the expense of the Police Court, provided that fines so collected in excess of the expense of

the court, for a period of ten years, beginning January 1, 1949, shall be set aside, deposited, and earmarked for the purpose of establishing a fund sufficient to permit and to be used for and in the construction of a new municipal court building or City Hall suitable for the needs of two separate and complete police courts. The construction of such buildings shall be started on or before January 1, 1959. On and after January 1, 1959, such fines and forfeitures shall be paid into the City Treasury.

Ordered that said bills be printed and referred to the Committee on Rules.

A resolution of the following title was offered:

By Mr. Hale.

H. Res. No. 64. A Joint Resolution authorizing Mrs. Martha Howard and Ella Howard, of Magoffin County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Mrs. Martha Howard and Ella Howard are each authorized to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either, in the Magoffin Circuit Court, for damages resulting from personal injuries and medical expenses, caused by alleged negligence on the part of an employe of the Department of Highways and the Commonwealth of Kentucky, while said employe was in the line of duty.

The suit of the said Mrs. Martha Howard shall be for a sum not in excess of $7,000, and the suit of the said Ella Howard shall be for a sum not in excess of $7,000.

The Attorney General of the Commonwealth of Kentucky may investigate the claims herein and settle same before or after suit is filed, if he deems it advisable.

Any amount recovered in said suits or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this Resolution shall be considered by either the Court or the jury as an admission of negligence upon the part of the Commonwealth, and this Resolution shall not be introduced as evidence for either party nor commented upon by counsel in argument to the jury.

Ordered that said resoltuion be printed and referred to the Committee on Rules.

In accordance with and pursuant to a resolution to appoint a committee to hear the charges in a petition filed by Wm. C. Brown and others against Sam M. Ward, Judge of the Thirty-third Judicial District of Kentucky (for said resolution see H. J. of today, ante), the Speaker made the following announcement of the committee to hear proof and make a report and recommendation to the House, viz.:

Morris Weintraub, Chairman

John M. Spaulding
George F. Williamson
H. C. Patterson
Archie R. Moore
Fred H. Morgan
Henry C. Hale
Paul Carter
Durham W. Howard
Thos. A. Noe, Jr.
Robert Collins
Perry Cross
James Polsgrove

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had exam-

ined and found to be correctly enrolled bills of the following titles, viz.:

H. B. No. 126. An Act to provide a lien on radios, phonographs, and combinations thereof, automatic music players, refrigerators and all portable electrical instruments or appliances, in favor of the person, firm or corporation engaged in the business of repairing, and repairing such articles, and for a sale of such articles upon failure of the owner to pay the charges for repairs, storage and expenses incidental to sale.

H. B. No. 233. An Act pertaining to motor vehicles, including motor carriers.

Thereupon all other business was suspended, said bills were read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bills to the Senate.

The Committee on Rules, to which the same had been referred, reported bills and resolutions of the following titles, viz.:

S. B. No. 240. An Act relating to property subject to taxation; providing an exemption for certain unmanufactured agricultural products.

S. Res. No. 56. A Joint Resolution providing for the payment of per diems and expenses in connection with the performance of the functions of the Legislative Council, and making an appropriation for the purpose.

H. B. No. 439. An Act relating to an appropriation made by the 1946 General Assembly to the Eastern State Teachers College for capital outlay.

S. Res. No. 35. A Joint Resolution authorizing Leo F. Wilson of Versailles, Kentucky, to sue the Commonwealth of Kentucky and the Division of Game and Fish of Kentucky, or either.

H. B. No. 367. An Act relating to public school holidays.

H. B. No. 413. An Act relating to qualifications for licensed insurance agents.

H. B. No. 414. An Act relating to drunken driving.

S. B. No. 34. An Act relating to nonprofit, nonstock corporations.

S. B. No. 190. An Act to amend and re-enact Section 289.190 of the Kentucky Revised Statutes, relating to operation and management of building and loan associations, so as to permit directors of associations to accept mortgages without requiring payment of liens payable in fixed installments for public improvements.

H. B. No. 448. An Act relating to the furnishing of hospitalization benefits for members of local Selective Service Boards.

H. B. No. 405. An Act appropriating money out of the General Expenditure Fund in the State Treasury for the current fiscal year, for the purpose of supplementing the salaries of teachers of the Four State Teachers Colleges, Kentucky State College for Negroes, the Lincoln Institute, the Western Kentucky Vocational School, the Northern Kentucky Vocational Training School, the Mayo State Vocational School, the Kentucky School for the Blind, and the Kentucky School for the Deaf.

H. B. No. 418. An Act relating to the operation of motor vehicles with particular relation to the restrictions upon parking, stopping, or leaving a motor vehicle standing upon a street or highway; amending KRS 189.450.

H. B. No. 450. An Act providing for the distribution, to each county, of a portion of the revenue received from certain state taxes on legal processes and instruments.

H. B. No. 431. An Act prohibiting sales of cigarettes below cost and protecting and stabilizing tax collections thereon.

H. B. No. 36. An Act relating to fireworks.

H. Res. No. 52. A Joint Resolution appropriating from the General Expenditure Fund in the State Treasury, and authorizing and directing the payment to Mr. J. D. Kennedy, ex-jailer of Madison County, the sum of $480.00.

S. Res. No. 18. Resolution authorizing Marion Jackson Givens to sue the Commonwealth of Kentucky.

H. Res. No. 55. An Act relating to advancements against compensation and expenses to county tax commissioners in counties containing a city of the second class.

H. B. No. 378. An Act relating to motor carriers, providing for the exemption from the weight tax imposed by KRS 281.480, of motor vehicles used exclusively for the transportation of coal for hire.

H. B. No. 394. An Act relating to the carrying of concealed deadly weapons and the selling of deadly weapons to minors.

H. B. No. 273. An Act to repeal, amend and reenact Section 441.230 of the Kentucky Revised Statutes, so as to increase the amount of compensation that may be paid to the Police Matron and Assistant Police Matrons of the county jail in a city of the first class.

H. B. No. 431. An Act prohibiting sales of cigarettes below cost and protecting and stabilizing tax collections thereon; defining and prohibiting unfair sales of cigarettes.

H. B. No. 303. An Act to amend and reenact Section 25.490 of the Kentucky Revised Statutes.

S. Res. No. 37. A Joint Resolution authorizing John Cleveland to sue the Commonwealth of Kentucky and the Department of Highways, or either.

S. B. No. 233. An Act relating to the powers of the Division of Forestry with respect to the leasing and renting of lands, and the selling of timber and other forest products.

S. B. No. 234. An Act relating to forest fire protection, forest fire detection, prevention and suppression.

S. B. No. 235. An Act defining safe burning periods during forest fire seasons.

S. B. No. 237. An Act relating to forest management on private and public lands.

S. B. No. 181. An Act regulating the propagation and keeping of bees, the suppression of contagious diseases among bees, providing for the registration and regulation of apiaries.

S. B. No. 207. An Act relating to membership in the Teachers' Retirement System, amending KRS 161.240.

H. B. No. 170. An Act making provisions for a state bonus for war veterans.

H. B. No. 380. An Act relating to the powers of counties with respect to regulation of the construction, reconstruction, relocation, remodeling, repair and maintenance of buildings in unincorporated territory within the county.

S. B. No. 213. An Act to amend the laws with reference to writing of multiple lines of insurance.

S. B. No. 221. An Act relating to mutual insurance companies, other than life; amending KRS 301.050 and 301.070 and subsection (1) of KRS 301.030.

With the expression of opinion that same should pass.

Whereupon, said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

S. B. No. 182. An Act repealing, amending and re-enacting Section 28.300 of the Kentucky Revised Statutes relating to the number and compensation of deputies of Circuit Court Clerks and County Court Clerks in counties containing a population of 75,000 or more.

S. B. No. 193. An Act relating to condemnation of property, for oil or gas pipe lines and facilities related thereto.

H. B. No. 355. An Act defining group life insurance and prescribing provisions which must be contained in policies providing for group life insurance.

H. B. No. 18. An Act relating to hours of work and annual leave for members of the police department in cities of the second or third class.

H. B. No. 206. An Act declaring the business of distributing, selling or furnishing artificial gas, in bottles, tanks, tubes or other similar containers, to be a public utility, and providing for the regulation and control of such business by the Public Service Commission.

H. B. No. 286. An Act relating to the teacher retirement system.

H. B. No. 381. An Act relating to state resources, and the analysis, development, utilization, and publicizing there-

of; providing for a Department of State Resources, defining its powers and duties, and transferring and appropriating monies to it; and abolishing the Division of Publicity, the Kentucky Progress Commission, and the Division of Geology.

H. B. No. 296. An Act providing for toilets and dressing rooms for employes; amending Section 338.120 of the Kentucky Revised Statutes.

H. B. No. 328. An Act relating to free textbooks, including provision for furnishing free text books to children attending teacher training schools of the State Teachers Colleges and the University of Kentucky.

H. Res. No. 47. A Resolution authorizing E. H. Marhoefer, Jr., Company to sue the Commonwealth of Kentucky; authorizing a compromise or settlement of such claim or suit; and providing for the payment of any judgment obtained or the amount of any settlement agreed upon.

H. B. No. 323. An Act to authorize the procurement and of a military service medal to be known as the Conspicuous Service Cross to Kentucky War veterans having received a citation or the Purple Heart Medal; and appropriating money therefor.

H. B. No. 123. An Act to amend Section 69.290 of the Kentucky Revised Statutes, which Act relates to salaries of Assistant County Attorneys.

H. B. No. 137. An Act to amend Section 69.280 of the Kentucky Revised Statutes, which Act relates to Assistant County Attorneys in counties containing 250,000 or more population; their appointment and term.

H. B. No. 158. An Act relating to the expenses allowable to sheriffs and their deputies in counties containing a city of the first class.

H. B. No. 304. An Act repealing and re-enacting Section 70.030 Kentucky Revised Statutes relating to Deputy Sheriffs and their salaries.

S. Res. No. 39. A Joint Resolution authorizing the Pearson Construction Company, Incorporated, of 311 Ninth Street, Benton Harbor, Michigan, to sue the Commonwealth of Kentucky.

S. B. No. 147. An Act relating to safety glass in motor vehicles.

H. B. No. 274. An Act to repeal, amend and re-enact Subsection 2 of Section 71.070 of the Kentucky Revised Statutes, so as to increase the amount of compensation that may be paid to the Chief Deputy Jailer, Deputy Jailers, Guards and Turnkeys in counties having a population of 200,000 or more.

H. B. No. 275. An Act to repeal, amend and re-enact Subsection (1) of Section 64.150 of the Kentucky Revised Statutes, so as to increase the sum paid to jailers in counties containing cities of the first class for keeping and dieting prisoners confined for an offense other than a felony or contempt of court; and repealing, amending and re-enacting subsection (3) of Section 64.150 of the Kentucky Revised Statutes, so as to increase the sum paid to Jailers in counties containing cities of the first class for keeping and dieting prisoners charged with felony or contempt.

S. B. No. 158. An Act to Regulate the Practice of Chiropody.

H. B. No. 425. An Act relating to individuals who are exempt from poll tax.

H. B. No. 335. An Act providing that a certain road be added to the Constitution as a part of the state primary road system.

H. Res. No. 44. A Joint Resolution authorizing Richmond Salyer, of Salyersville, Kentucky, to sue the Commonwealth of Kentucky.

H. Res. No. 45. A Joint Resolution authorizing Morgan Wireman, as administrator of the estate of Johnny Wireman, Salyersville, Kentucky, to sue the Commonwealth of Kentucky.

H. B. No. 228. An Act relating to teachers' retirement.

Ordered that said bills and said resolutions be read at length the second time.

Mr. Burnley moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

ORDERS OF THE DAY

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 353. An Act relating to Revenue and Taxation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 141.010 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"As used in this chapter, unless the context requires otherwise:

"(1) 'Commissioner' means the Commissioner of Revenue.

"(2) 'Department' means the Department of Revenue.

"(3) 'Dividend' means any distribution made by a corporation out of its current earnings or profits, or out of its accumulated earnings or profits, to its shareholders or members, whether the distribution is made in cash or other property. It includes such portion of the assets of a corporation distributed at the time of dissolution as is in effect a distribution of earnings or profits, provided the distribution constitutes income to its recipient. A distribution of stock shall not be considered a dividend but shall be considered under subsection (5) of this section as gain from securities when the new shares give shareholders a different interest in the corporation. In a distribution at the time of dissolution all money or other property received that is not in effect a distribution of earnings of the corporation shall be treated under subsection (1) of KRS 141.100. When, in connection with the merger or consolidation of affiliated corporations, one of the corporations carries on and absorbs the assets of one or more affiliates that are liquidated, the mere transfer of the earned surplus of the liquidating corporation to the books of the corporation with which it has merged shall not be deemed to have created any taxable gain.

"(4) 'Fiscal year' means an accounting period of twelve months, ending on any day of any month other than December 31.

"(5) 'Gross income' includes gains, profits and income derived from salaries, wages or compensation for personal services of whatever kind and in whatever form paid, or from professions, vocations, trades, businesses, commerce or sales or dealings in property, whether real or personal, except as provided in sub-section (2) of KRS 141.100, growing out of the ownership, use or interest in such property, or for rent, royalties, interest, dividends, securities or transactions of any business carried on for gain or profit, or gains, profits and income derived from any source whatever including gains, profits and income derived through estates or trusts by the beneficiaries thereof, whether as distributive or as distribut-

able shares. The amount of all these items shall be included in the gross income for the taxable year in which received by the taxpayer, unless under the methods of accounting permitted in this chapter, the amounts are to be properly accounted for as of a different period.

"(6) 'Gross income' does not include the following items, which shall be exempt from taxation under this chapter:

"(a) The proceeds of life insurance policies paid by reason of the death of the insured, except that interest thereon shall be assessed under the provisions of this chapter.

"(b) Amounts received, other than amounts paid by reason of the death of the insured, under life insurance, endowment or annuity contracts, either during the term or at maturity or upon surrender of the contract, equal to the total amount of premiums paid thereon, except that in the case of annuities either for life or for a fixed term, the excess value thereof over the amount of the premiums paid, derived through application of the life expectancy under the United States mortality tables or the number of years of the fixed term, shall not be exempt, and shall, for the purpose of computing the annual taxable income, be divided by the number of years the annuities are payable. The annual income so computed shall be taxable as is other income.

"(c) The value of property acquired by gift, bequest, devise or inheritance received during the year, except that the income received by reason of such gifts, bequests, devises and inheritances shall be assessed under the provisions of this chapter.

"(d) Any amount received through accident or health insurance or under the workmen's compensation law for personal injuries or sickness, and the amount of any damages received, whether by suit or agreement, on account of such injuries or sickness.

"(e) Interest upon the obligations of the United States and of any instrumentalities of the Federal Government, and interest upon the obligations of this state or any of its political subdivisions and municipalities and instrumentalities thereof.

"(f) The term 'corporation' as used in KRS 141.100 to 141.990, inclusive, includes associations and joint stock companies.

"(7) 'Include', when used in a definition contained in this section, shall not exclude other things otherwise within the meaning of the term defined.

"(8) 'Individual' means all natural persons whether married or unmarried, and all trusts, estates and fiduciaries acting for other persons. It does not include corporations or partnerships acting in their own behalf.

"(9) 'Net income' means the gross income of a taxpayer less the deductions allowed by this chapter.

"(10) 'Partnership' includes all copartnerships, whether general or special, limited or unlimited, and all joint enterprises.

"(11) 'Resident' applies only to natural persons and includes, for the purpose of determining liability for the taxes imposed by this chapter upon the income of any taxable year, every person domiciled in this state and every other person who for more than six months of the taxable year has maintained his place of abode within this state, whether domiciled in this state or not, provided such abode is not of a temporary nature and there is no showing that actual domicile was maintained outside of this state. But any person who on or before the last day of the taxable year changes his place of abode to a place without this state, with the bona fide intention of continuing actually to abide permanently without this state, shall be taxable as a nonresident is taxable under this chapter on his income after the establishment of his abode in another state. The fact that a person who has changed his place of abode again resides within this state within six months of such change shall be prima facie evidence that he did not intend permanently to have his place of abode without this state. Such person not having returned his income for taxation as a resident of this state shall be deemed to have resided, on the day when his income should have been listed, at his last place of abode within this state. The fact that a person does not claim or exercise the right to vote at public elections

within this state shall not of itself constitute him a nonresident of this state within the meaning of this chapter.

"(12) 'Taxable year' means the calendar year, or the fiscal year ending during the calendar year upon the basis of which the net income is computed under this chapter. It includes, in the case of a return made for a fractional part of a year under the provisions of this chapter, the period for which the return is made.

"(13) 'Taxpayer' includes any individual, corporation, partnership, association, trust or estate required by this chapter to pay tax or to file reports."

Section 2. Section 141.020 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"(1) An annual tax shall be paid for each taxable year by every resident individual of this state, upon his entire net income as defined in this chapter for purposes of taxation, at the following rates, less the tax credits as authorized by KRS 141.060:

"(a) Two percent of the amount of net income not exceeding three thousand dollars.

"(b) Three percent of the amount of net income in excess of three thousand dollars but not in excess of four thousand dollars.

"(c) Four percent of the amount of net income in excess of four thousand dollars but not in excess of five thousand dollars.

"(d) Five percent of the amount of net income in excess of five thousand dollars.

"(2) An annual tax shall be paid for each taxable year at the rates specified in subsection (1) of this section upon the entire net income, except as herein provided, from all tangible property located in this state, from all intangible property that has acquired a business situs in this state, and from business, trade, profession, occupation or other activities carried on in this state, by natural persons not residents of this state. A nonresident individual shall be taxable only upon the amount of income received by him from labor per-

formed, business done or from other activities in this state, from tangible property located in this state, and from intangible property that has acquired a business situs within this state. The remainder of the income received by him shall be deemed nontaxable by this state.

"(3) In the case of a nonresident who derives income taxable under this chapter from sources in this state, the Commissioner of Revenue shall require not to exceed five percent of his income to be withheld by the employer or other person making payments to the nonresidents in order to satisfy the state's income tax claim. On failure to withhold the tax or to remit it to the department within thirty days, the employer or other person hereby charged with the duty of withholding the tax shall be personally liable for the tax and the penalty and interest thereon. After the nonresident has submitted his annual return and it has been audited, the department shall refund any overpayment with interest at six percent per annum from the date received until certified for refund."

Section 3. Section 141.040 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"Every corporation organized under the laws of this state and every foreign corporation doing business in this state, or deriving income from activities or other sources in this state, except state and national banks and trust companies, building and loan associations organized under the laws of this state and under the laws of the United States and making loans to members only, insurance companies, including farmers' or other mutual hail, cyclone, windstorm or fire insurance companies, insurers and reciprocal underwriters, and religious, educational, charitable and other corporations not organized or conducted for pecuniary profit, shall pay for each taxable year a tax to be computed by the Department of Revenue upon the entire net income of the corporation derived from business done, property located, activities or sources in this state. This tax shall be at the rate of four percent of the entire net income of the corporation, or the portion thereof taxable within this state, determined as provided in this chapter."

Section 4. Section 141.060 of the Kentucky Revised Statutes is amended and reenected to read as follows:

"(1) The taxes due as computed under the provisions of KRS 141.020 or under the provisions of KRS 141.025 shall be credited with the following amounts:

"(a) Twenty dollars, in the case of an unmarried individual;

"(b) Fifty dollars, in the case of a married individual, living with husband or wife, and in the case of a head of a family. If such husband and wife make separate returns, the tax credit allowed by this subsection may be taken by either or divided between them;

"(c) Ten dollars for each person, other than husband or wife, or the first dependent of a head of a family, dependent upon and receiving more than fifty percent of his support from the taxpayer during the taxable year for which the return is filed, if the dependent person is under eighteen years of age or is incapable of self-support because mentally or physically defective.

"(2) If the status of a taxpayer, insofar as it affects the credits allowed under subsection (1) of this section, shall change during the taxable year, the tax credit shall be determined in accordance with the status maintained for a period of six months or more during the taxable year.

"(3) In the case of nonresidents and of residents who receive credits on account of income taxes paid in other states, the tax deductions allowable under subsection (1) of this section shall be that proportion of those permitted therein that is represented by the ratio of the taxpayer's net income in this state to his total net income from all sources; or, if the taxpayer elects to pay the tax under KRS 141.025, as represented by the ratio of the taxpayer's adjusted gross income in this state to his total adjusted gross income from all sources."

Section 5. Section 141.080 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"Taxpayers reporting income as prescribed by this chapter shall be allowed the following deductions:

"(1) All ordinary and necessary expenses paid or incurred during the taxable year in carrying on any trade or business, including a reasonable allowance for salaries or other compensation paid for personal services actually rendered in producing the taxable income.

"(2) All interest paid or accrued within the taxable year, except on indebtedness incurred to purchase or continue to carry property the income from which is exempt from taxation under this chapter.

"(3) Property taxes, poll taxes, and franchise or license taxes paid to this state or its taxing subdivisions, and income taxes paid to the United States.

"(4) Losses sustained during the taxable year and not compensated for by insurance or otherwise:

"(a) If incurred in a trade or business the income from which is subject to taxation under this chapter;

"(b) If incurred in any transaction entered into for profit which profit would be subject to taxation under this chapter, though not connected with the trade or business; or

"(c) Of property arising from fire, storm, shipwreck or other casualty or from theft, though the property is not connected with the trade or business, but in the case of a taxpayer other than a resident, only of real property or tangible personal property having a permanent situs in this state.

"(5) Debts ascertained to be worthless and charged off within the taxable year. In the case of a debt existing on August 7, 1936, no more than its fair market value on that date shall be deducted. A worthless debt arising after that date from unpaid wages, salaries, sales, rent or any similar item of taxable income is not an allowable deduction unless the income which the item represents has been included as income by the taxpayer in a return rendered under this chapter. In the case of taxpayers who keep regular books of account on an accrual basis and according to standard accounting practice, there may be deducted, in lieu of the foregoing, additions to reserves for bad debts, under such rules as the Department of Revenue may prescribe. If the department at any time deems the reserve excessive, it may restore the

excess to income either in a subsequent year or as a part of the income of the taxable year, and assess it accordingly.

"(6) The actual amount paid during the taxable year for repair and maintenance of buildings and machinery, but no deduction shall be made for any repair chargeable to residence property occupied by its owner, or for depreciation thereof. The value of the estimated annual rental of residence property occupied by the owner shall not be included in the income subject to taxation.

"(7) All fire, tornado and casualty insurance premiums paid during the taxable year on property held for investment or business.

"(8) A reasonable allowance for exhaustion, wear and tear of property used in trade or business, including a reasonable allowance for obsolescence and including, in the case of natural resources, allowances for depletion equivalent to those allowed under the Federal income tax law in effect on August 7, 1936.

"(9) Dividends received during the taxable year upon stock of national banks and of banks and trust companies organized under the laws of this state.

"(10) Contributions or gifts, if verified under the rules and regulations prescribed by the department, in a total amount not exceeding fifteen percent of the net income of individuals and not exceeding five percent of the net income of corporations as computed without the benefit of this subsection, made within the taxable year to or for the use of:

"(a) This state, its institutions, or any taxing subdivision of this state for exclusively public purposes.

"(b) Any corporation, trust, community chest, fund or foundation organized and operated exclusively for religious, charitable, scientific, literary, military or educational purposes exclusively in this state, no part of the net earnings of which inures to the benefit of any private shareholder or individual.

"(c) Posts or organizations of war veterans or auxiliary units or societies of any such posts or organizations or

units and organizations of the Kentucky National Guard, if they are organized in this state and if no part of their net earnings inures to the benefit of any private shareholder or individual.

"(d) A fraternal society, order or association operating under the lodge system, but only if the contributions or gifts are to be used exclusively for religious, charitable, scientific, literary or educational purposes in this state.

"(e) In the case of an individual, if in the taxable year and in each of the ten preceding taxable years the amount of the contributions or gifts described in this subsection, plus the amount of income taxes (both state and federal) paid during such year in respect of preceding taxable years, exceeds ninety percent of the taxpayer's net income for each such year, as computed without benefit of this subsection, then the fifteen percent limit imposed by this subsection shall not be applicable.

"(11) All income received from the Federal Government by ex-service men or their dependents by reason of wartime service in the United States Army, Navy, Marine or Nursing Service of the United States Government.

"(12) In the case of a husband described in section 8 of this Act, amounts includible under section 8 of this Act in the gross income of his wife, payment of which is made within the husband's taxable year. If the amount of any such payment is, under section 8 or section 9 of this Act, stated to be not includible in such husband's gross income, no deduction shall be allowed with respect to such payment under this section.

"(13) Expenses paid during the taxable year, not compensated for by insurance or otherwise, for medical care of the taxpayer, his spouse, or a dependent specified in Section 141.060 to the extent that such expenses exceed 5 percent of the adjusted gross income. If only one exemption is allowed under KRS 141.060 for the taxable year, the maximum deduction for the taxable year shall be not in excess of $1,250. If more than one exemption is so allowed, the maximum deduction shall be not in excess of $2,500. The term 'medical care',

as used in this section, shall include amounts paid for the diagnosis, cure, mitigation, treatment, or prevention of disease, or for the purpose of affecting any structure or function of the body (including amounts paid for accident or health insurance)."

Section 6. Section 141.100 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"(1) Gains or losses from the sale or other disposition of any property, unless otherwise provided, shall be treated for the purposes of this chapter as all other income or less, if the property is disposed of within two years from the time acquired. The basis for computing such gain or loss shall be the cost or, if acquired by some means other than purchase, the fair market value at the time acquired.

"(2) Income realized or loss sustained from the sale of property held two years or more shall be ignored in computing income for the purposes of this chapter except income from the sale of property items customarily included in an inventory, or property held primarily for sale to customers or for sale in the regular course of the taxpayer's trade or business.

"(3) Where property is exchanged for other property, the property received in exchange shall, for the purpose of determining the gain or loss, be treated as the equivalent of cash to the amount of its fair market value. When, in connection with the reorganization, merger or consolidation of a corporation, a taxpayer receives, in place of stock or securities owned by him, new stock or securities of the reorganized, merged or consolidated corporation, no gain or loss shall be deemed to occur from the exchange until the new stock or securities are sold or realized upon and the gain or loss is definitely ascertained. Until that time the new stock or securities received shall be treated as taking the place of the stock and securities exchanged."

Section 7. Section 141.210 of the Kentucky Revised Statutes is amended and reenacted to read as follows:

"As soon as practicable after each return is received, the Department of Revenue shall examine and audit. If the amount of tax computed by the department is greater than the

amount returned by the taxpayer, the excess shall be assessed by the department within four (4) years from the date the return was originally due or filed, except that in the case of failure to file a return or of a fradulent return the excess may be assessed at any time and in the case of an incomplete return wherein the taxpayer omits from gross income an amount properly includible therein which is in excess of twenty-five (25%) percent of the amount of gross income stated in the return the excess may be assessed at any time within six (6) years after the return was filed. A notice of such assessment shall be mailed to the taxpayer. The time herein provided may be extended by agreement between the taxpayer and the department."

Section 8. In the case of a wife who is divorced or legally separated from her husband under a decree of divorce or of separate maintenance, periodic payments (whether or not made at regular intervals) received subsequent to such decree in discharge of, or attributable to property transferred (in trust or otherwise) in discharge of, a legal obligation which, because of the marital or family relationship, is imposed upon or incurred by such husband under such decree or under a written instrument incident to such divorce or separation shall be includible in the gross income of such wife, and such amounts received as are attributable to property so transferred shall not be includible in the gross income of such husband. This section shall not apply to that part of any such periodic payment which the terms of the decree or written instrument fix, in terms of an amount of money or a portion of the payment, as a sum which is payable for the support of minor children of such husband. In case any such periodic payment is less than the amount specified in the decree or written instrument, for the purpose of applying the preceding sentence, such payment, to the extent of such sum payable for such support, shall be considered a payment for such support. Installment payments discharging a part of an obligation the principal sum of which is, in terms of money or property, specified in the decree or instrument shall not be considered periodic payments for the purposes of this section; except that an installment payment shall be considered a periodic pay-

ment for the purposes of this section if such principal sum, by the terms of the decree or instrument, may be or is to be paid within a period ending more than ten years from the date of such decree or instrument, but only to the extent that such installment payment for the taxable year of the wife (or if more than one such installment payment for such taxable year is received during such taxable year, the aggregate of such installment payments) does not exceed 10 per centum of such principal sum. For the purposes of the preceding sentence, the portion of a payment of the principal sum which is allocable to a period after the taxable year of the wife in which it is received shall be considered an installment payment for the taxable year in which it is received. (In cases where such periodic payments are attributable to property of an estate or property held in trust, see section 9 of this Act).

Section 9. There shall be included in the gross income of a wife who is divorced or legally separated under a decree of divorce or of separate maintenance the amount of the income of any trust which such wife is entitled to receive and which, except for the provisions of this section, would be includible in the gross income of her husband, and such amount shall not be includible in the gross income of such husband. This section shall not apply to that part of any such income of the trust which the terms of the decree or trust instrument fix, in terms of an amount of money or a portion of such income, as a sum which is payable for the support of minor children of such husband. In case such income is less than the amount specified in the decree or instrument, for the purpose of applying the preceding sentence, such income, to the extent of such sum payable for such support, shall be considered a payment for such support.

For the purposes of computing the net income of the estate or trust and the net income of the wife described in this section, such wife shall be considered as the beneficiary, and any periodic payment to her shall be included in her gross income.

The purpose of this section is to treat alimony payments in the same manner for income tax purposes in which they are treated under the Federal income tax law.

Section 10. Any tax collected after the effective date of this Act, pursuant to the provisions of Chapter 141 of the Kentucky Revised Statutes, may be refunded in the manner provided in KRS 134.580 within four (4) years from the date the money was paid into the State Treasury.

Mr. Burnley offered the following amendments to said bill, viz.:

Amendment No. 1

Amend printed copy of H. B. No. 353 on page 2, section 1, lines 18 to 23.

Amend H. B. No. 353 by striking all of the last sentence of subsection (3) of Section 141.010 as contained in Section 1 of the Bill, beginning in line 18 and ending in line 23, on page 2, and inserting in lieu thereof the following:

When, in connection with the merger or consolidation of corporations, the earned surplus or properties of any of the corporations merging or consolidating is transferred to the corporation into which they are merged or into which they are consolidated, such transfer shall not be deemed to have created any taxable gain.

Amendment No. 2.

Amend printed copy of H. B. No. 353 on page 10, section 5, lines 85 to 88, inclusive.

Amend H. B. No. 353 by striking all of Subsection (11) of Section 141.080, as contained in Section 5 of the Bill, being lines 85 to 88, inclusive, on page 10, and inserting in lieu thereof the following:

(11) All income received from the Federal Government by any person or his dependents by reason of war-time service in the United States Army, Navy, Marines or Nursing Service of the United States Government.

Amendment No. 3.

Amend printed copy of H. B. No. 353 on page 10, section 5 (10) (b), line 66 by striking the words "exclusively in this state".

Amendment No. 4.

Amend printed copy of H. B. No. 353 on page 12, section 7, line 13.

Amend H. B. No. 353 by substituting a semicolon (;) in place of the period (.) following the word "filed" in line 13 of Section 7 on page 12, and inserting at that point:
provided, however, that if any excess is assessed on account of any income which has been returned for taxation by any other taxpayer, the department, with the consent of such other taxpayer, his personal representatives or heirs, shall reduce the amount of the excess assessed for each year by the amount of the income tax paid for that year by such other taxpayer on account of the income in question.

Amendment No. 5.

Amend printed copy of H. B. No. 353 on page 14, section 9, line 19.

Amend H. B. No. 353 by inserting the words "and Section 8 hereof" following the word "section" in line 19 of Section 9 on page 14.

Said amendments to said bill were each and severally agreed to.

Mr. Burnley moved the Previous Question.

Whereupon, the Speaker announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Earl F. Ashcraft	M. G. Howard	H. M. Pewitt
Sidney Baer	R. N. Hubbard	J. H. Polsgrove
Fred Beshear	Ira W. Hulette	E. F. Prichard
Mrs. Mary Burnett	Laban P. Jackson	Ottis Roberts
Chas. W. Burnley	Paul S. Jonas	F. L. Robinson
A. H. Calvert	J. Ernest Jones	Lilburn S. Rogers
Paul Carter	Ercel Kozee	Amos Runyan
Earl W. Christian	Harry K. Lowman	Glenn Rushing
Perry M. Cross	W. E. McClure	Mrs. Rutherford
Horace T. Cull	E. H. Martin	Paul E. Shannon
B. G. Davidson	Archie R. Moore	Jesse H. Shelton
Owen Deering	Davis Moore	John M. Spaulding
G. I. Drury	Walter Moorman	Chas. L. Spillman
Henry J. Giles	Fred H. Morgan	John M. Stumbo
Otto W. Goff	E. C. Mullins	G. C. Thornton
Henry C. Hale	T. A. Noe, Jr.	Wilford S. Travis
N. M. Hamilton	Joe E. Nunn	J. B. Veech
Clyde S. Howard	H. S. Overby	Rodney Whitlow

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There voted in the negative—

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Prichard moved that the rules be suspended and the privilege of the floor be extended to Mr. Wm. Hyden.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 252. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Districts in order to comply with the meaning and intent of the Constitution with respect to the division of the state into judicial districts; providing for the continuation in office of the present circuit judges and Commonwealth's attorneys and creating the offices of circuit judge and Commonwealth's attorney for the new district established by this Act; and providing for the holding of court in each district affected by this Act.

Said bill is as follows, viz.:

Whereas, the General Assembly has given due regard to the elements of territory, business and population involved in the Division of the state into judicial districts; and

Whereas, with such due regard, the General Assembly has found the following facts to exist:

1. That the entire population of the state, as of the last preceding Federal Census, is 2,845,627.
2. That upon the basis of such population, additional judicial districts may be established to those now existing, pursuant to Sections 128, 132 and 138 of the Constitution.
3. That the County of Boyd contains a city of more than twenty thousand inhabitants, and has a population, including said city, of more than forty thousand, and thus has the privilege, under Section 138 of the Constitution, of constituting a judicial district.
4. That it will be convenient and advantageous from the standpoint of territory, and will comply with the spirit and intent of the Constitution with respect to population, and will expedite the business of the courts in

the counties involved, to create a new judicial district to consist of the Counties of Breathitt, Wolfe and Powell, and to change the Twenty-fourth, Twenty-fifth, Thirty-first and Thirty-sixth Judicial Districts so they will consist of the following counties:
Twenty-fourth District—Johnson and Lawrence
Twenty-fifth District—Clark, Jessamine and Madison
Thirty-first District—Floyd and Martin
Thirty-sixth District—Magoffin and Knott

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Judicial Districts shall hereafter be composed of the following counties:

Twenty-fourth District—Johnson and Lawrence
Twenty-fifth District—Clark, Jessamine and Madison
Thirty-first District—Floyd and Martin
Thirty-second District—Boyd
Thirty-sixth District—Magoffin and Knott

§ 2. A new judicial district is established, to be numbered the Thirty-ninth Judicial District, and to consist of the Counties of Breathitt, Wolfe and Powell.

§ 3. The present circuit judges and Commonwealth's attorneys for the Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Judicial Districts, as now constituted, shall retain their respective offices, for the terms for which they were elected, for the said districts as they have been changed under this Act, provided that the present Commonwealth's attorney for the Twenty-fourth District, being a resident of Martin County, shall not be entitled to retain his office unless he shall remove his residence, within a reasonable time, into one of the counties of the Twenty-fourth District as constituted under this Act, and provided that the present Commonwealth's attorney for the Thirty-first District, being a resident of Knott County, shall not be entitled

to retain his office unless he shall remove his residence, within a reasonable time, into one of the counties of the Thirty-first District as constituted under this Act.

§ 4. The offices of circuit judge and Commonwealth's attorney for the new judicial district established by this Act, being the Thirty-ninth Judicial District, are hereby created. Until the regular election for circuit judges and Commonwealth's attorneys in 1951, said offices shall be filled as provided in Section 152 of the Constitution for offices in which there is a vacancy.

§ 5. The regular term of each court in the judicial districts dealt with by this Act shall commence in each county at the following named time, and continue, if the business requires it, the number of days hereinafter prescribed:

Twenty-fourth District. Johnson County, at Paintsville, on the second Monday in February, the second Monday in June and the second Monday in November, twenty-four juridical days each.

Lawrence County, at Louisa, on the second Monday in March, the second Monday in July, and the second Monday in October, eighteen juridical days each.

Twenty-fifth District. Clark County, at Winchester, on the first Monday in April, twenty-four juridical days; on the second Monday in September and the first Monday in December, eighteen juridical days each.

Jessamine County, at Nicholasville, on the first Monday in March, the first Monday in June and the first Monday in November, twelve juridical days each.

Madison County, at Richmond, on the first Monday in February, the first Monday in May and the first Monday in October, twenty-four juridical days each.

Thirty-first District. Floyd County, at Prestonsburg, on the first Monday in January, the first Monday in February, the first Monday in April, the first Monday in May, the first Monday in September and the first Monday in October, twenty-four juridical days.

Martin County, at Inez, on the first Monday in March, the second Monday in July and the second Monday in November, twenty-four juridical days each.

Thirty-second District. Boyd County, at Ashland, continuous session.

Thirty-sixth District. Magoffin County, at Salyersville, on the second Monday in January, the third Monday in April, and the fourth Monday in September, eighteen juridical days each.

Knott County, at Hindman, on the first Monday in March, twenty-four juridical days; on the second Monday in July, eighteen juridical days; and on the second Monday in November, twenty-four juridical days.

Thirty-ninth District. Breathitt County, at Jackson, on the second Monday in March, the second Monday in July, and the second Monday in November, eighteen juridical days each.

Wolfe County, at Campton, on the first Monday in April, the second Monday in September and the first Monday in December, twelve juridical days each.

Powell County, at Stanton, on the third Monday in April, the third Monday in August and the third Monday in October, twelve juridical days each.

Mr. Prichard offered the following amendments to said bill, viz.:

Amendment No. 1. Amend printed copy of Senate Bill No. 252, on page 3, section 3, lines 8, 12 and 13 in the House by substituting the phrase "before the expiration of his term," in lieu of the phrase "within a reasonable time," in line 8 and lines 12 and 13 of Section 3, on page 3.

Amendment No. 2. Amend Senate Bill No. 252 in the House by substituting "February" in place of "March" in line 32, and by substituting "June" in place of "July" in line 33, of Section 5 on page 4.

Amendment No. 3. Amend Senate Bill No. 252 in the House by striking all of line 41, Section 5, on page 5, and insert in lieu thereof the following:

"Powell County, at Stanton, on the first Monday in May, the second".

Said amendments to said bill were each and severally agreed to.

Mr. Lowman moved the Previous Question.

Whereupon, the Speaker announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Otto W. Goff	E. F. Prichard
Levi Baker	C. J. Holsclaw	Hobart Rayburn
Bernhardt Bauer	Clyde S. Howard	Ottis Roberts
Fred Beshear	M. G. Howard	F. L. Robinson
Isaac M. Blevins	Paul S. Jonas	Lilburn S. Rogers
Chas. J. Bronston	J. Ernest Jones	Glenn Rushing
Chas. W. Burnley	Ercel Kozee	D. B. Saylor
A. H. Calvert	Harry K. Lowman	LeRoy Saylor
Paul Carter	W. E. McClure	Paul E. Shannon
Earl W. Christian	C. D. Moberly	Harry Smith
Robert Collins	Archie R. Moore	John M. Spaulding
Everett T. Cooper	Davis Moore	Chas. L. Spillman
Perry M. Cross	Walter Moorman	G. C. Thornton
Horace T. Cull	Fred H. Morgan	J. B. Veech
Owen Deering	T. A. Noe, Jr.	W. J. Ward
G. I. Drury	H. S. Overby	Morris Weintraub
Kermit Dwyer	H. M. Pewitt	Rodney Whitlow
Henry J. Giles	J. H. Polsgrove	—53

Those who voted in the negative were—

Jason Alford	Ira W. Hulette	James J. Shannon
Roy W. Arnold	L. H. Jones	John M. Stumbo
Earl F. Ashcraft	Ed Marcum	Wilford S. Travis
B. G. Davidson	E. C. Mullins	Lawrence Watts
Henry C. Hale	Stanley Murphy	Lynn Boyd Wells
N. M. Hamilton	Joe E. Nunn	G. F. Williamson
James P. Hanratty	L. W. Preston	Charles W. Wirsch
D. W. Howard	Amos Runyan	—23

Resolved that the title thereof be as aforesaid.

Mr. Lowman moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

H. B. No. 291. An Act to provide for the public safety, by creating a Department of Kentucky State Police; providing for the personnel thereof, including a Commissioner, officers and employees; providing for the powers, duties, immunities, compensation, appointment, discipline and removal of the personnel; transferring to the Department of Kentucky State Police the offices, facilities, equipment, duties, powers and funds of the State Highway Patrol; making an appropriation; and repealing laws in conflict.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bill to the Senate.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 377. An Act concerning armories.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section I. There is hereby appropriated to the Department of Military Affairs out of the General Expenditure Fund for each of the fiscal years ending June 30, 1949, and June 30, 1950, the sum of one hundred thousand dollars ($100,000) for the purpose of constructing, reconstructing, acquiring, maintaining, renting, supplying, equipping, insuring and providing armories for the use of the Armories Division.

Section II. Due to the uncertainty of obtaining materials, equipment and labor at the time of the passage of this Act, it is the intention of the General Assembly that any unexpended balance of the appropriation of one hundred thousand dollars ($100,000) for the fiscal year ending June 30, 1949, made by Section I of this Act shall not revert to the General Expenditure Fund, but shall continue to the next fiscal year ending June 30, 1950.

Section III. KRS 36.080 (3) shall not apply to armories constructed by or rented from the Commonwealth of Kentucky Military Department Armory Corporation, organized under the laws of Kentucky July 10, 1939.

Section IV. Nothing in this Act shall be construed to repeal any appropriation to the Department of Military Affairs for the fiscal year ending June 30, 1948. The appropriation made by Section I of this Act shall not replace any other appropriation to the Department of Military Affairs for the

fiscal biennium ending June 30, 1950, which may be passed by this session of the General Assembly, but shall be in addition to all sums heretofore or that may be hereafter appropriated to the Department of Military Affairs for other purposes.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	M. G. Howard	Robart Rayburn
Jason Alford	R. N. Hubbard	Ottis Roberts
Earl F. Ashcraft	Ira W. Hulette	F. L. Robinson
Levi Baker	Laban P. Jackson	Lilburn S. Rogers
Bernhardt Bauer	Paul S. Jonas	Amos Runyan
Fred Beshear	J. Ernest Jones	Mrs. Rutherford
Isaac M. Blevins	Ercel Kozee	D. B. Saylor
Chas. J. Bronston	Harry K. Lowman	LeRoy Saylor
Chas. W. Burnley	W. E. McClure	James J. Shannon
A. H. Calvert	Ed Marcum	Paul E. Shannon
Paul Carter	E. H. Martin	James S. Shaw
Earl W. Christian	C. D. Moberly	John M. Spaulding
Robert Collins	Archie R. Moore	Chas. L. Spillman
Everett T. Cooper	Davis Moore	G. W. Steinford
Horace T. Cull	Walter Moorman	John M. Stumbo
B. G. Davidson	Fred H. Morgan	Albert Thomason
G. I. Drury	E. C. Mullins	G. C. Thornton
Kermit Dwyer	H. S. Overby	Wilford S. Travis
Otto W. Goff	H. C. Patterson	J. B. Veech
E. R. Hilton	H. M. Pewitt	Morris Weintraub
C. J. Holsclaw	J. H. Polsgrove	Rodney Whitlow
Clyde S. Howard	L. W. Preston	G. F. Williamson
D. W. Howard	E. F. Prichard	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. Lowman moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 47. An Act amending and re-enacting K.R.S. 132.630 relating to compensation of county tax commissioner, deputies, appraisers and assistants in counties containing city of first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 132.630 of KRS is amended and re-enacted to read as follows:

(1) The county tax commissioner in counties containing a city of the first class shall annually, in January, report to the Department of Finance under oath the amount received by him on account of his official duties or position from all sources during the preceding year, and the amount paid out by him for deputies, appraisers and assistants, giving the amount paid to each and for expenses of his office. If it appears from this statement that he received as compensation on account of his office, from all sources, more than five thousand dollars after the payment of his deputies, appraisers and assistants and all the expenses of his office, he shall, with such statement, pay to the Department of Finance the amount so received in excess of five thousand dollars.

(2) The annual salary of the deputy county tax commissioners and appraisers shall be fixed by the county judge by an order entered of record. The salary of the chief deputy shall not exceed $3,600.00 per annum, that of the first three

deputies shall not exceed $3,300.00 per annum, that of the sixteen appraisers shall not exceed $3,000.00 per annum, and that of the other deputies and assistants shall not exceed $2,500.00 per annum. The total amount allowed for salaries for the county tax commissioners, his deputies, appraisers and assistants and all other expenses of the office including transportation expense for himself and deputies, shall not exceed in the aggregate the compensation allowed by KRS 132.590. A copy of the order of the county judge fixing the salaries of the deputies and appraisers as well as a copy of any change made therein, shall be filed with the Department of Revenue by the county clerk when made.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	N. M. Hamilton	Davis Moore
Jason Alford	C. J. Holsclaw	Walter Moorman
Sidney Baer	Clyde S. Howard	Fred H. Morgan
Levi Baker	D. W. Howard	E. C. Mullins
Bernhardt Bauer	M. G. Howard	Stanley Murphy
Fred Beshear	R. N. Hubbard	T. A. Noe, Jr.
Chas. J. Bronston	Ira W. Hulette	H. S. Overby
Chas. W. Burnley	Laban P. Jackson	H. C. Patterson
A. H. Calvert	Paul S. Jonas	J. H. Polsgrove
Earl W. Christian	J. Ernest Jones	L. W. Preston
Everett T. Cooper	Ercel Kozee	E. F. Prichard
Horace T. Cull	Harry K. Lowman	Hobart Rayburn
B. G. Davidson	W. E. McClure	Ottis Roberts
G. I. Drury	E. H. Martin	Lilburn S. Rogers
Henry J. Giles	C. D. Moberly	Amos Runyan
Otto W. Goff	Archie R. Moore	Glenn Rushing

D. B. Saylor	Chas. L. Spillman	W. J. Ward
LeRoy Saylor	G. C. Thornton	Morris Weintraub
Harry Smith	Wilford S. Travis	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Burnley moved that the House do now adjourn to meet again at 12 o'clock, noon, Tuesday, March 9, 1948.

Said motion was agreed to.

And then the House adjourned.

TUESDAY, MARCH 9, 1948

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with a prayer by the Reverend Joseph A. O'Dwyer, pastor of the Church of the Good Shepherd, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Chas. J. Bronston	B. G. Davidson
Jason Alford	Mrs. Mary Burnett	Owen Deering
Roy W. Arnold	Chas. W. Burnley	G. I. Drury
Earl F. Ashcraft	A. H. Calvert	Kermit Dwyer
Sidney Baer	Paul Carter	Henry J. Giles
Levi Baker	Earl W. Christian	Otto W. Goff
Bernhard Bauer	Robert Collins	Henry C. Hale
C. E. Baumgardner	Everett T. Cooper	N. M. Hamilton
Fred Beshear	Perry M. Cross	James P. Hanratty
Isaac M. Blevins	Horace T. Cull	Carson Hibbitts

E. R. Hilton	E. C. Mullins	Paul E. Shannon
C. J. Holsclaw	Stanley Murphy	James S. Shaw
Clyde S. Howard	T. A. Noe, Jr.	Jesse H. Shelton
D. W. Howard	Joe E. Nunn	Harry Smith
M. G. Howard	H. S. Overby	John M. Spaulding
R. N. Hubbard	H. C. Patterson	Chas. L. Spillman
Ira W. Hulette	H. M. Pewitt	G. W. Steinford
Laban P. Jackson	J. H. Polsgrove	John M. Stumbo
Kerby Jennings	L. W. Preston	Albert Thomason
Paul S. Jonas	E. F. Prichard	G. C. Thornton
J. Ernest Jones	Hobart Rayburn	W. R. Tipton
L. H. Jones	Ottis Roberts	Wilford S. Travis
Ercel Kozee	F. L. Robinson	J. B. Veech
Harry K. Lowman	Lilburn S. Rogers	W. J. Ward
W. E. McClure	Amos Runyan	Lawrence Watts
Ed Marcum	Glenn Rushing	Morris Weintraub
E. H. Martin	Mrs. Rutherford	Lynn Boyd Wells
C. D. Moberly	Dr. K. N. Salyer	Rodney Whitlow
Archie R. Moore	D. B. Saylor	G. F. Williamson
Davis Moore	LeRoy Saylor	Charles W. Wirsch
Fred H. Morgan	James J. Shannon	Mr. Speaker

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Monday, March 8, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

Mr. Baer moved that Master Bobbie Thornton be made an Honorary Page for the day.

Said motion was agreed to.

Mr. Martin moved that the privilege of the floor be extended to Mrs. Helen Blaine and Mr. R. L. Mullins.

Said motion was agreed to.

Mr. Moberly moved that the privilege of the floor be extended to Messrs. Tom Carrol and Harry Miller.

Said motion was agreed to.

Mr. Thomason offered the following resolution, viz.:

H. Res. No. 67. A Joint Resolution memorializing the Production and Marketing Administration of the United States Department of Agriculture, with respect to the making of burley tobacco base allotments.

Whereas, the making of burley tobacco base allotments to farms or growers not having a previous base encourages inexperienced and unqualified growers to enter into the production of tobacco, and defeats the purpose of the tobacco marketing quota law, and deprives those who have been engaged in growing tobacco of the incentive to increase the productive value of their lands, and deprives them of their property rights in favor of persons entering into competition with them;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That it is the sense and the considered opinion of the members of the General Assembly of the Commonwealth of Kentucky that the granting of new burley tobacco base allotments to farms or growers not having a previous base is injurious and detrimental to the burley tobacco growers of Kentucky.

That the Production and Marketing Administration of the United States Department of Agriculture is petitioned and solicited, in the granting of burley tobacco base allotments, to make no new allotments to any farm or grower not having a previous base, except in the case of Veterans of World War II.

That the Clerk of the House of Representatives is directed to forward a copy of this resolution to the Secretary of Agriculture of the United States.

Mr. Thomason moved that the House do now adopt said resolution.

Said motion was agreed to.

And thereupon said resolution was adopted.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 9, 1948

Mr. Byron Royster
Chief Clerk
House of Representatives
Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

Senate Res. 55	Senate Bill 246
House Bill 326	House Bill 441
House Bill 135	House Bill 392
Senate Bill 13	House Bill 208
House Res. 56	Senate Bill 253
Senate Bill 165	House Res. 61
Senate Bill 118	House Bill 455
Senate Bill 189	Senate Bill 97
Senate Res. 13	Senate Bill 244
House Bill 443	Senate Bill 133

A majority of the Rules Committee today has reported the following bills and resolutions to be acted upon in the Orders of the Day.

House Bill 360	House Bill 430
House Bill 294	House Bill 8
House Bill 400	Senate Bill 147
House Bill 401	House Bill 345
Senate Bill 200	House Res. 53
House Bill 222	House Bill 313

House Bill 370
House Bill 310
House Bill 388
House Bill 293
Senate Bill 48
House Res. 59
House Bill 411
House Bill 319
House Bill 382
House Bill 334
Senate Bill 156
Senate Bill 98
Senate Bill 204
Senate Bill 132
House Bill 48
House Bill 351
Senate Bill 195
House Bill 261

Very truly yours,
T. Herbert Tinsley, Speaker

Bills and a resolution of the following titles were introduced, viz.:

By Mr. Moberly.

H. B. No. 459. An Act relating to the operation of book stores by the state institutions of higher learning, and the disposition of the revenues therefrom.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

The governing body of each of the state institutions of higher learning shall have authority to operate in connection with said institutions a book store, for the sale of books and related supplies. The receipts from the operation of the same shall be credited to a revolving fund, for the purpose of carrying on the operation of the book store, and any excess revenues above the operating requirements shall be available for the use and benefit of the institutions.

H. B. No. 460. An Act relating to old age assistance.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

The amount of old age assistance being granted under the provisions of KRS 205.010 to 205.080 shall, from and after the effective date of this Act, be increased by the amount of ten dollars per month for each recipient.

By Mr. John C. Watts.

H. B. No. 461. An Act relating to actions for divorce; amending Section 423 of the Civil Code of Practice.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 423 of the Civil Code of Practice is amended to read as follows:

The plaintiff, to obtain a divorce, must allege and prove, in addition to a legal cause of divorce—

1. A residence in this State for one year next before the commencement of the action, and a residence in the county in which the action is brought for sixty days next before the commencement of the action.

2. That the cause of divorce occurred or existed in this State, or, if out of the State, either that it was a legal cause of divorce in the State where it occurred or existed or under the provisions of KRS 403.020, or that the plaintiff's residence was then in this State.

3. That the cause of divorce occurred or existed within five years next before the commencement of the action.

By Messrs. Jonas, Martin, Weintraub, Wirsch, Paul E. Shannon, and Steinford.

H. B. No. 462. An Act to amend Section 220.360 of the Kentucky Revised Statutes being part of Chapter 220 of said statutes, pertaining to sanitation districts, by providing for a second and a third tax upon property within the district to be used for the purpose of paying for surveys, plans, engineering work and general expenses.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 220.360 of the Kentucky Revised Statutes is hereby amended by adding thereto, and making a part thereof, the following words—"May levy one, two, or three annual taxes (which taxes need not be in successive years)" —so that said Act as amended shal be in words and figures as follows, to wit:

220.360—Kentucky Revised Statutes (2062g-27) Tax For Preliminary Expenses.

"The Board of Directors, as soon as duly appointed and qualified, may levy one, two, or three annual taxes (which taxes need not be in successive years) of not more than five cents upon each one hundred dollars of assessed valuation of property within the district, to be used for the purpose of paying the expenses of organization, surveys and plans, and for other incidental expenses that may be necessary up to the time money is received from the sale of bonds. This tax shall be certified to the auditors of the various counties and by them to the respective treasurers of their counties. The tax shall be based upon the last preceding assessment for state and county purposes, its collection shall conform to the collection of taxes for counties, and the same provisions concerning the nonpayment of taxes shall apply. The tax shall be added by the county clerk to the next state and county tax bill following the levy of the tax by the board of directors, and shall be collected concurrently with the state and county taxes. Neither the county tax commissioner nor the county clerk shall be entitled to any additional compensation for services rendered in connection with the listing of the property for taxation nor shall the sheriff receive any additional compensation for the collection of the tax.

If any part of this Section be declared unconstitutional and void, it shall not affect the constitutionality or validity of any of the other parts of this Section.

H. B. No. 463. An Act to amend Section 220.510 of the Kentucky Revised Statutes, being a part of Chapter 220 of

said statutes, pertaining to sanitation districts, and providing ways by which the board of such sanitation districts may collect for services rendered from the users of sewer services or sewage disposal services.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 220.510 of the Kentucky Revised Statutes be, and the same is hereby amended by adding thereto, as a part thereof, words and figures as follows, to-wit:—"Or it may institute an action in any court having jurisdiction for the recovery of charges for services rendered, or the Board may, by a notice in writing, signed by its chairman or any member of said Board, notify the municipality, or the person, firm, or corporation, which furnishes water to the user's premises, to shut off the water service to said user's premises until such a time as all delinquent charges, plus a reasonable charge for turning off and on the water service, against said user, are paid in full. Upon receipt of such notice in writing, the municipality, or the person, firm, or corporation, which furnishes water to the said user's premises, shall immediately shut off and discontinue the water service to the said user's premises. Upon full payment of such account, plus a reasonable charge for turning off and on the water service, the chairman, or any member of said board, shall notify the said municipality, person, firm, or corporation, which furnishes water to said user that the account is paid in full, including such reasonable charge for turning off and on the water service, and that the said water service can again be provided to said user's premises. The Board of Directors shall promptly pay to such municipality, person, firm, or corporation, such fee or charge collected for turning off and on such water service."—so that Section 220.510, Kentucky Revised Statutes as amended shall read in words and figures as follows, to wit:

220.510 (2062g-29; 2062g-53). Charges for Use of Works: Administration of Revenue.

"The board of directors shall, by resolution, determine the rates and compensation or rentals to be charged for the use of the sanitary works. The rates shall at all times be reasonable, taking into account the cost of the works, the cost of operation and maintenance, and the amount necessary for the amortization of the bonds issued to finance the works. The same schedule of rates and charges shall apply to all users of the same class. The rates shall be binding upon all users of the system. The Board may alter and revise the rates in its discretion. In case of failure of any user to pay for services rendered, the board may compel payment and may enjoin further use until the payment is made, or it may institute an action in any court having jurisdiction for the recovery of charges for services rendered, or the board may, by a notice in writing, signed by its chairman or any member of said board, notify the municipality, or the person, firm, or corporation which furnishes water to the user's premises, to shut off the water service to said user's premises until such a time as all delinquent charges, plus a reasonable charge for turning off and on the water service, against said user, are paid in full. Upon receipt of such notice in writing, the municipality, or the person, firm, or corporation, which furnishes water to the said user's premises, shall immediately shut off and discontinue the water service to the said user's premises. Upon full payment of such account, plus a reasonable charge for turning off and on the water service, the chairman, or any member of said Board, shall notify the said municipality, person, firm, or corporation, which furnishes water to said user, that the account is paid in full, including such reasonable charge for turning off and on the water service, and that the said water service can again be provided to said user's premises. The Board of Directors shall promptly pay to such municipality, person, firm, or corporation, such fee or charge collected for turning off and on such water service. The Board may enter into contracts with public corporations or other large users of sewer services. The board may provide by resolution any provisions and stipulations it deems necessary for the administration of the revenue of the district, and for the security of the bondholders.

If any part of this Section be declared unconstitutional and void, it shall not affect the constitutionality or validity of any of the other parts of this Section."

By Mr. Rayburn.

H. Res. No. 66. A Joint Resolution authorizing L. B. Love, Lewis County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either of them.

Said resolution is as follows, viz.:

Whereas, the Department of Highways of the Commonwealth of Kentucky and its Rural Highway Division, together with its agent, the Works Progress Administration of the United States of America, in the summer of 1943, upon plans and specifications prepared and furnished by the Department of Highways of the Commonwealth of Kentucky and its Division of Rural Highways, proceeded to and did construct and erect upon the Vanceburg-Concord Road (Ky. State Highway No. 59), and across Quick's Run Creek a culvert bridge, which said culvert bridge was constructed and erected in such a wrongful and negligent manner, as to raise the creek bed at that point more than five (5) feet, thereby greatly flooding the said L. B. Love's land and doing him great damage; that during the construction of said culvert, L. B. Love made a formal and written protest to the Kentucky Department of Highways and to its Rural Highway Division but that the Kentucky Department of Highways and its Rural Highway Division ignored his protests and proceeded to construct the said culvert bridge over Quick's Run Creek at this point in such a wrongful and negligent manner as to make said bridge act as a coffer dam and raise the pool stage above the bridge some 42½ to 5 feet, causing L. B. Love's fertile bottom lands to become marshy and flooded, thereby rendering them unusable for agricultural purposes or as pasture land, all to L. B. Love's damage in the sum of $10,000.00;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That L. B. Love, of Lewis County, Kentucky, is authorized to sue the Commonwealth of Kentucky and the Department of Highways, or either of them, in the Lewis Circuit Court for property damages alleged to have resulted from negligence on the part of the Department of Highways and its employes in the construction and maintenance of a state highway, as set forth in the preamble to the resolution.

Said suit shall be for a sum not in excess of $10,000.00.

The Attorney General of the Commonwealth of Kentucky may investigate the claim against the Commonwealth herein and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney-General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or jury as an admission of negligence upon the part of the Commonwealth, and this resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the jury.

Ordered that said bills and said resolution be printed and referred to the Committee on Rules.

The Committee on Rules, to which the same had been referred, reported bills and resolutions of the following titles, viz.:

S. Res. No. 55. A Joint Resolution providing for an investigation, study and survey of the administration of school affairs within the state; authorizing the use and allocation of certain funds; and providing for a report.

H. B. No. 326. An Act relating to the Teachers' Retirement System.

H. B. No. 135. An Act relating to Revenue and Taxation, defining the term "business situs," and amending KRS 132.190.

S. B. No. 13. An Act amending Sub-section (5) (h) of Section 341.050 of the Kentucky Revised Statutes.

H. Res. No. 56. A Joint Resolution authorizing Eva Emerine, and Roy Emerine, individually and as parent and next friend of Marline Emerine and Royalyn Emerine, to sue the Commonwelath of Kentucky and the Department of Highways of Kentucky, or either.

S. B. No. 165. An Act relating to procuring and purchasing files, office equipment and supplies for use in the Franklin Circuit Court for the accommodation and preservation of records of State Fiscal suits and records filed in the Franklin Circuit Court by and against the Commonwealth of Kentucky and the departments thereof and providing for the payment therefor.

S. B. No. 1218. An Act abolishing the position of deputy constable, except in counties containing cities of the first class.

S. B. No. 189. An Act relating to the city-county board of health for cities of the first class and counties containing such cities.

S. Res. No. 13. A Joint Resolution authorizing the payment of the claim of G. B. Taylor, of Greensburg, Kentucky, for traveling expenses incurred while serving as a member of the County Boundary Commission, established by Chapter 179 of the Acts of 1944; and appropriating the necessary sum to pay the claim.

H. B. No. 443. An Act relating to the amusement admission tax; amending subsection (1) of Section 138.020 of the Kentucky Revised Statutes.

S. B. No. 246. An Act relating to implied warranties concerning the soundness or condition or suitability for use of products or merchandise in closed or sealed packages, and the service of process in actions based upon such warranties.

H. B. No. 441. An Act relating to the payment of premiums on sheriffs' bonds.

H. B. No. 392. An Act relating to the operation of motor vehicles while under the influence of intoxicating liquors or narcotic drugs, with particular reference to violations and the imposition of penalties.

H. B. No. 208. An Act relating to political organizations or parties; prohibiting the nomination of candidates for public office by certain organizations or parties, and the candidacy of any person for public office under the name or device of such organizations or parties.

S. B. No. 253. An Act relating to public works and improvements, on the special assessment plan, in the cities of all classes other than first class.

H. Res. No. 61. A Joint Resolution ratifying the proposed amendment to the Constitution of the United States.

H. B. No. 455. An Act relating to taxation of the income and property of religious, educational or charitable societies, organizations or corporations.

S. B. No. 97. An Act to amend and re-enact Section 616 Civil Code of Practice relating to security for costs to be given by non-residents and corporations and excepting banks and building and loan associations.

S. B. No. 244. An Act relating to the appointment, duties and compensation of deputy coroners and stenographers for coroners; amending Sections 72.130 and 72.140 of the Kentucky Revised Statutes.

S. B. No. 133. An Act amending Subsection (1) and Subsection (6) of Section 403.090 of the Kentucky Revised Statutes, making provisions for the representation and protection of the rights and interests of minor children in divorce proceedings and for the proper enforcement of orders and decrees concerning the care, custody and maintenance of such children; and for the proper application of sums ordered to be paid for the care and maintenance of such children; providing for the appointment of a permanent "friend" or "friends of the court" in counties containing a city of the first or second class and providing for the removal, powers, duties and compensation of such "friends of the court".

With the expression of opinion that same should pass.

Whereupon, said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

S. B. No. 240. An Act relating to property subject to taxation; providing an exemption for certain unmanufactured agricultural products.

S. Res. No. 56. A Joint Resolution providing for the payment of per diems and expenses in connection with the performance of the functions of the Legislative Council, and making an appropriation for the purpose.

H. B. No. 439. An Act relating to an appropriation made by the 1946 General Assembly to the Eastern State Teachers College for capital outlay.

S. Res. No. 35. A Joint Resolution authorizing Leo F. Wilson of Versailles, Kentucky, to sue the Commonwealth of

Kentucky and the Division of Game and Fish of Kentucky, or either.

H. B. No. 367. An Act relating to public school holidays.

H. B. No. 413. An Act relating to qualifications for licensed insurance agents.

H. B. No. 414. An Act relating to drunken driving.

S. B. No. 34. An Act relating to nonprofit, nonstock corporations.

S. B. No. 190. An Act to amend and re-enact Section 289.190 of the Kentucky Revised Statutes, relating to operation and management of building and loan associations, so as to permit directors of associations to accept mortgages without requiring payment of liens payable in fixed installments for public improvements.

H. B. No. 448. An Act relating to the furnishing of hospitalization benefits for members of local Selective Service Boards.

H. B. No. 405. An Act appropriating money out of the General Expenditure Fund in the State Treasury for the current fiscal year, for the purpose of supplementing the salaries of teachers of the Four State Teachers Colleges, Kentucky State College for Negroes, the Lincoln Institute, the Western Kentucky Vocational School, the Northern Kentucky Vocational Training School, the Mayo State Vocational School, the Kentucky School for the Blind, and the Kentucky School for the Deaf.

H. B. No. 418. An Act relating to the operation of motor vehicles with particular relation to the restrictions upon parking, stopping, or leaving a motor vehicle standing upon a street or highway; amending KRS 189.450.

H. B. No. 450. An Act providing for the distribution, to each county, of a portion of the revenue received from certain state taxes on legal processes and instruments.

H. B. No. 431. An Act prohibiting sales of cigarettes below cost and protecting and stabilizing tax collections thereon.

H. B. No. 36. An Act relating to fireworks.

H. Res. No. 52. A Joint Resolution appropriating from the General Expenditure Fund in the State Treasury, and authorizing and directing the payment to Mr. J. D. Kennedy, ex-jailer of Madison County, the sum of $480.00.

S. Res. No. 18. Resolution authorizing Marion Jackson Givens to sue the Commonwealth of Kentucky.

H. Res. No. 55. An Act relating to advancements against compensation and expenses to county tax commissioners in counteis containing a city of the second class.

H. B. No. 378. An Act relating to motor carriers, providing for the exemption from the weight tax imposed by KRS 281.480, of motor vehicles used exclusively for the transportation of coal for hire.

H. B. No. 394. An Act relating to the carrying of concealed deadly weapons and the selling of deadly weapons to minors.

H. B. No. 273. An Act to repeal, amend and reenact Section 441.230 of the Kentucky Revised Statutes, so as to increase the amount of compensation that may be paid to the Police Matron and Assistant Police Matrons of the county jail in a city of the first class.

H. B. No. 431. An Act prohibiting sales of cigarettes below cost and protecting and stabilizing tax collections thereon; defining and prohibiting unfair sale of cigarettes.

H. B. No. 303. An Act to amend and reenact Section 25.490 of the Kentucky Revised Statutes.

S. Res. No. 37. A Joint Resolution authorizing John Cleveland to sue the Commonwealth of Kentucky and the Department of Highways, or either.

S. B. No. 233. An Act relating to the powers of the Division of Forestry with respect to the leasing and renting of lands, and the selling of timber and other forest products.

S. B. No. 234. An Act relating to forest fire protection, forest fire detection, prevention and suppression.

S. B. No. 235. An Act defining safe burning periods during forest fire seasons.

S. B. No. 237. An Act relating to forest management on private and public lands.

S. B. No. 181. An Act regulating the propagation and keeping of bees, the suppression of contagious diseases among bees, providing for the registration and regulation of apiaries.

S. B. No. 207. An Act relating to membership in the Teachers' Retirement System, amending KRS 161.240.

H. B. No. 170. An Act making provisions for a state bonus for war veterans.

H. B. No. 380. An Act relating to the powers of counties with respect to regulation of the construction, reconstruction, relocation, remodeling, repair and maintenance of buildings in unincorporated territory within the county.

S. B. No. 213. An Act to amend the laws with reference to writing of multiple lines of insurance.

S. B. No. 221. An Act relating to mutual insurance companies, other than life; amending KRS 301.050 and 301.070 and subsection (1) of KRS 301.030.

Ordered that said bills and said resolutions be read at length the second time.

Mr. Burnley moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

S. B. No. 200. An Act creating a Sinking Fund Commission to invest certain funds of the Commonwealth, and defining its powers and duties.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

A Sinking Fund Commission hereby is created, which shall be composed of the Governor, the State Treasurer, the Commissioner of Revenue, the Attorney General, and the Commissioner of Finance. It shall have the authority, but shall not be required, to invest, in direct obligations of the United States Government, or direct obligations of the Commonwealth of Kentucky, any or all sinking funds of the Commonwealth, and any or all other funds of the Commonwealth to the extent that such funds contain surplus sums in excess of the sums required to meet appropriations or other charges

against such funds, except that such authority shall not extend to any funds that are specifically provided by law to be invested by some other officer or agency of the State Government. It shall have the authority to enter into contracts with the United Statse Government, or any department of the Commonwealth of Kentucky, to carry out the provisions of this Act. The above authority is limited to this extent only: Any investment herein authorized shall be one that will empower the Commission to demand par value payment of the securities invested in upon ninety (90) days' notice.

Whereas, there are many millions of dollars of funds of the Commonwealth that are not bearing interest payable to the Commonwealth, an emergency is hereby declared to exist, and this Act shall become effective upon its passage and approval by the Governor.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Robert Collins	Kerby Jennings
Jason Alford	Horace T. Cull	J. Ernest Jones
Roy W. Arnold	Owen Deering	L. H. Jones
Earl F. Ashcraft	G. I. Drury	Ercel Kozee
Sidney Baer	Kermit Dwyer	W. E. McClure
Levi Baker	Henry J. Giles	E. H. Martin
Bernhardt Bauer	Otto W. Goff	C. D. Moberly
C. E. Baumgardner	N. M. Hamilton	Archie R. Moore
Isaac M. Blevins	E. R. Hilton	Davis Moore
Chas. J. Bronston	C. J. Holsclaw	Walter Moorman
Chas. W. Burnley	D. W. Howard	Fred H. Morgan
A. H. Calvert	M. G. Howard	E. C. Mullins
Earl W. Christian	Ira W. Hulette	T. A. Noe, Jr.

Joe E. Nunn	James S. Shaw	G. C. Thornton
H. C. Patterson	Jesse H. Shelton	W. R. Tipton
J. H. Polsgrove	Harry Smith	Wilford S. Travis
Hobart Rayburn	Paul E. Shannon	Lawrence Watts
Ottis Roberts	John M. Spaulding	Rodney Whitlow
Glenn Rushing	G. W. Steinford	G. F. Williamson
Mrs. Rutherford	John M. Stumbo	Charles W. Wirsch
D. B. Saylor	Albert Thomason	—62

There voted in the negative—

James J. Shannon —1

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

H. B. No. 388. An Act to repeal Subsection 4, Kentucky Revised Statutes, 387.160, 1942 edition, relating to execution of a bond by the guardian to the ward in the circuit court before approval of an oil and gas lease.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That subsection 4, Kentucky Revised Statutes, section 387.160, 1942 edition, be and the same is hereby repealed.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. J. Holsclaw	Lilburn S. Rogers
Earl F. Ashcraft	D. W. Howard	Glenn Rushing
Sidney Baer	Ira W. Hulette	Mrs. Rutherford
Levi Baker	Paul S. Jonas	Dr. K. N. Salyer
Fred Beshear	J. Ernest Jones	Paul E. Shannon
Isaac M. Blevins	L. H. Jones	James S. Shaw
Chas. J. Bronston	W. E. McClure	John M. Spaulding
Chas. W. Burnley	E. H. Martin	Chas. L. Spillman
A. H. Calvert	C. D. Moberly	G. W. Steinford
Earl W. Christian	Archie R. Moore	G. C. Thornton
Robert Collins	Davis Moore	W. J. Ward
Horace T. Cull	Walter Moorman	Lynn Boyd Wells
G. I. Drury	Stanley Murphy	Rodney Whitlow
Otto W. Goff	T. A. Noe, Jr.	G. F. Williamson
N. M. Hamilton	J. H. Polsgrove	Charles W. Wirsch
Carson Hibbitts	Hobart Rayburn	—47

Those who voted in the negative were—

Jason Alford	E. C. Mullins	D. B. Saylor
Everett T. Cooper	Joe E. Nunn	James J. Shannon
Henry J. Giles	H. S. Overby	Harry Smith
Henry C. Hale	H. C. Patterson	John M. Stumbo
James P. Hanratty	Ottis Roberts	Wilford S. Travis
E. R. Hilton	Amos Runyan	—17

Resolved that the title thereof be as aforesaid.

Mr. McClure moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration a bill of the following title, viz.:

H. B. No. 382. An Act relating to hotels, inns, tourist courts, rooming houses and other places offering rooms by

the doy or week, requiring a sign in each and every room so offered for rent, providing a method by which such rates may be raised, and penalties for failing to post such signs, and/or increasing said rates without first giving notice; and providing for an emergency clause.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That each and every hotel, inn, tourist court, rooming house, and any other establishment renting rooms by the day or week shall be required to post in every room so offered for rent, a card showing the daily and weekly rate for the room.

That it shall be unlawful for any hotel to raise its rates, without first publishing the increase in rates in a newspaper of general circulation in the county in which the hotel is located, at least six months before the increase is to take effect.

That each and every violation shall be subject to a fine of $100.00 per day. An emergency is hereby declared to exist and the provisions of this act shall become effective immediately upon its passage and approval by the Governor.

Mr. Rayburn offered the following amendments to said bill, viz.:

Amendment No. 1. Amend House Bill No. 382, on page 1, line 7, by substituting the words "thirty days" in lieu of the words "six months" in line 7, on page 1.

Amendment No. 2. Amend House Bill No. 382, page 1, line 10, by striking the word "An" and inserting in lieu thereof the words:

"Whereas, citizens of and visitors to this Commonwealth are in some instances being subjected to unreasonable and unscheduled rate charges for lodging accommodations, an".

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	James P. Hanratty	Glenn Rushing
Jason Alford	Carson Hibbitts	Mrs. Rutherford
Roy W. Arnold	E. R. Hilton	Dr. K. N. Salyer
Earl F. Ashcraft	C. J. Holsclaw	D. B. Saylor
Sidney Baer	D. W. Howard	James J. Shannon
Levi Baker	Ira W. Hulette	Paul E. Shannon
C. E. Baumgardner	Paul S. Jonas	James S. Shaw
Fred Beshear	L. H. Jones	Jesse H. Shelton
Isaac M. Blevins	Ercel Kozee	Harry Smith
Chas. J. Bronston	W. E. McClure	John M. Spaulding
Chas. W. Burnley	E. H. Martin	Chas. L. Spillman
A. H. Calvert	C. D. Moberly	G. W. Steinford
Paul Carter	Archie R. Moore	John M. Stumbo
Earl W. Christian	Davis Moore	Albert Thomason
Robert Collins	Walter Moorman	G. C. Thornton
Everett T. Cooper	E. C. Mullins	W. R. Tipton
Perry M. Cross	T. A. Noe, Jr.	Wilford S. Travis
Horace T. Cull	H. S. Overby	W. J. Ward
B. G. Davidson	H. C. Patterson	Lawrence Watts
G. I. Drury	H. M. Pewitt	Morris Weintraub
Kermit Dwyer	J. H. Polsgrove	Lynn Boyd Wells
Henry J. Giles	Hobart Rayburn	Rodney Whitlow
Otto W. Goff	Ottis Roberts	G. F. Williamson
Henry C. Hale	Lilburn S. Rogers	Charles W. Wirsch
N. M. Hamilton	Amos Runyan	—74

Resolved that the title thereof be as aforesaid.

Mr. Rayburn moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Enrolling Clerk of this House delivered bills of the following titles:

H. B. No. 126. An Act to provide a lien on radios, phonographs, and combinations thereof, automatic music players, refrigerators and all portable electrical instruments or appliances, in favor of the person, firm or corporation engaged in the business of repairing, and repairing such articles, and for a sale of such articles upon failure of the owner to pay the charges for repairs, storage and expenses incidental to sale.

H. B. No. 233. An Act pertaining to motor vehicles, including motor carriers.

H. B. No. 291. An Act to provide for the public safety, by creating a Department of Kentucky State Police; providing for the personnel thereof, including a Commissioner, officers and employees; providing for the powers, duties, immunities, compensation, appointment, discipline and removal of the personnel; transferring to the Department of Kentucky State Police the offices, facilities, equipment, duties, powers and funds of the State Highway Patrol; making an appropriation; and repealing laws in conflict.

Which had been signed by the Speaker on yesterday, duly signed by the President of the Senate, into the possession of the Chief Clerk of this House.

Ordered that the Chief Clerk deliver said bills to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 400. An Act to regulate the making, filing and use of rates for certain kinds, types or forms of insurance written by fire, marine and fire and marine insurance companies on risks located in this state, including inland marine insurance.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1.—Purpose of Act

The purpose of this Act is to promote the public welfare by regulating insurance rates to the end that they shall not be excessive, inadequate or unfairly discriminatory, and to authorize and regulate cooperative action among insurers in rate making and in other matters within the scope of this Act. Nothing in this Act is intended (1) to prohibit or discourage reasonable competition, or (2) to prohibit, or encourage except to the extent necessary to accomplish the aforementioned purpose, uniformity in insurance rates, rating systems, rating plans or practices. This Act shall be liberally interpreted to carry into effect the provisions of this Section.

Sec. 2—Scope of Act

(1) This Act applies to all kinds, types or forms of fire, marine, inland marine insurance and allied lines on risks located in this state. Inland marine insurance shall be deemed to include insurance now or hereafter defined by statute, or by interpretation thereof, or if not so defined or interpreted, by ruling of the Director of insurance, hereinafter referred to as Director, or as established by general custom of the business, as inland marine insurance. With respect to such kinds, types or forms of insurance, this Act applies to inter-insurers or reciprocal underwriters regulated by Sections 302.080 to 302.140, inclusive of the Kentucky Revised Statutes, and mutual insurers regulated by Sections

301.010 to 301.140, inclusive, of the Kentucky Revised Statutes, and insurers operating on the Lloyd's Plan, regulated by Sections 302.150 to 302.230, inclusive, of the Kentucky Revised Statutes.

(2) This Act shall not apply

(a) to reinsurance, other than joint reinsurance to the extent stated in Section 11;

(b) to insurance of vessels or craft, their cargoes, marine builders' risks, marine protection and indemnity, or other risks commonly insured under marine, as distinguished from inland marine insurance policies;

(c) to insurance of hulls of aircraft, including accessories and equipment, and insurance against liability for damage to property or injury to persons arising out of the ownership, maintenance or use of aircraft.

(d) to motor vehicle insurance nor to insurance against liability arising out of the ownership, maintenance or use of motor vehicles.

(3) The provisions of this Act shall not apply to assessment or cooperative companies operating under the provisions of Chapter 299 of the Kentucky Revised Statutes.

(4) The provisions of this Act shall not apply to Domestic Mutual Fire Insurance Companies operating in this State only, which are not subject to Sections 301.010 to 301.140, inclusive, of the Kentucky Revised Statutes.

(5) If any kind of insurance, subdivision or combination thereof, or type of coverage subject to this Act, is also subject to regulation by another rate regulatory act of this State, an insurer to which both acts are otherwise applicable shall file with the Director a designation as to which rate regulatory act shall be applicable to it with respect to such kind of insurance, subdivision or combination thereof, or type of coverage.

Sec. 3—Making of Rates

(1) Rates shall be made in accordance with the following provisions:

(a) Manual, minimum, class rates, rating schedules or rating plans, shall be made and adopted, except in the case of specific inland marine rates on risks specially rated.

(b) Rates shall not be excessive, inadequate or unfairly discriminatory.

(c) Due consideration shall be given to past and prospective loss experience within and outside this state, to the conflagration and catastrophe hazards, to a reasonable margin for profit and contingencies, to dividends, savings or unabsorbed premium deposits allowed or returned by insurers to their policyholders, members or subscribers, to past and prospective expenses both countrywide and those specially applicable to this state, and to all other relevant factors within and outside this state; and in the case of fire insurance rates consideration shall be given to the experience of the fire insurance business during a period of not less than the most recent five-year period for which such experience is available.

(2) Except to the extent necessary to meet the provisions of paragraph (b) of subsection (1) of this Section, uniformity among insurers in any matters within the scope of this Section is neither required nor prohibited.

(3) Rates made in accordance with this section may be used subject to the provisions of this Act.

Sec. 4—Rate Filings

(1) Every insurer shall file with the Director, except as to inland marine risks which by general custom of the business are not written according to manual rates or rating plans, every manual, minimum, class rate, rating schedule or rating plan and every other rating rule, and every modification of any of the foregoing which it proposes to use. Every such filing shall state the proposed effective date thereof and shall indicate the character and extent of the coverage contemplated. When a filing is not accompanied by the information upon which the insurer supports such filing and the Director does not have sufficient information to determine whether such filing meets the requirements of this Act, he shall require such insurer to furnish the information upon which it supports such filing and in such event the waiting

period shall commence as of the date such information is furnished. The information furnished in support of a filing may include (1) the experience or judgment of the insurer or rating organization making the filing, (2) its interpretation of any statistical data it relies upon, (3) the experience of other insurers or rating organizations, or (4) any other relevant factors. A filing and any supporting information shall be open to public inspection after the filing becomes effective. Specific inland marine rates or risks specially rated made by a rating organization, shall be filed with the Director.

(2) An insurer may satisfy its obligation to make such filings by becoming a member of, or a subscriber to, a licensed rating organization which makes such filings, and by authorizing the Director to accept such filings on its behalf; provided, that nothing contained in this Act shall be construed as requiring any insurer to become a member of or a subscriber to any rating organization.

(3) The Director shall review filings as soon as reasonably possible after they have been made in order to determine whether they meet the requirements of this Act.

(4) Subject to the exception specified in subsection (5) of this section, each filing shall be on file for a waiting period of fifteen days before it becomes effective, which period may be extended by the Director for an additional period not to exceed fifteen days if he gives written notice within such waiting period to the insurer or rating organization which made the filing that he needs such additional time for the consideration of such filing. Upon written application by such insurer or rating organization, the Director may authorize a filing which he has reviewed to become effective before the expiration of the waiting period or any extension thereof. A filing shall be deemed to meet the requirements of this Act unless disapproved by the Director within the waiting period or any extension thereof.

(5) Specific inland marine rates on risks specially rated by a rating organization shall become effective when filed and shall be deemed to meet the requirements of this Act until such time as the Director reviews the filing and so long thereafter as the filing remains in effect.

(6) Under such rules and regulations as he shall adopt the Director may, by written order, suspend or modify the requirement of filing as to any kind of insurance, subdivision or combination thereof, or as to classes of risks, the rates for which cannot practicably be filed before they are used. Such orders, rules and regulations shall be made known to insurers and rating organizations affected thereby. The Director may make such examination as he may deem advisable to ascertain whether any rates affected by such order meet the standards set forth in paragraph (b) of subsection (1) of Section 3.

(7) Upon the written application of the insured, stating his reasons therefor, filed with and approved by the Director, a rate in excess of that provided by a filing otherwise applicable may be used on any specific risk.

(8) No insurer shall make or issue a contract or policy except in accordance with filings which are in effect for said insurer as provided in this Act or in accordance with subsections (6) or (7) of this Section. This subsection shall not apply to contracts or policies for inland marine risks as to which filings are not required.

Sec. 5—Disapproval of Filings

(1) If within the waiting period or any extension thereof as provided in subsection (4) of Section 4, the Director finds that a filing does not meet the requirements of this Act, he shall send to the insurer or rating organization which made such filing, written notice of disapproval of such filing specifying therein in what respects he finds such filing fails to meet the requirements of this Act and stating that such filing shall not become effective.

(2) If within thirty days after a specific inland marine rate on a risk specially rated by a rating organization, subject to subsection (5) of Section 4 has become effective, the Director finds that such filing does not meet the requirements of this Act, he shall send to the insurer or rating organization which made such filing, written notice of disapproval of such filing specifying therein in what respects he finds such filing fails to meet the requirements of this Act and stating when, within a reasonable period thereafter, such filing shall

be deemed no longer effective. Said disapproval shall not affect any contract made or issued prior to the expiration of the period set forth in said notice.

(3) If at any time subsequent to the applicable review period provided for in subsection (1) or (2) of this section, the Director finds that a filing does not meet the requirements of this Act, he shall, after a hearing held upon not less than ten days' written notice, specifying the matters to be considered at such hearing, to every insurer and rating organization which made such filing, issue an order specifying in what respects he finds that such filing fails to meet the requirements of this Act, and stating when, within a reasonable period thereafter, such filing shall be deemed no longer effective. Copies of said order shall be sent to every such insurer and rating organization. Said order shall not affect any contract or policy made or issued prior to the expiration of the period set forth in said order.

(4) Any person or organization aggrieved with respect to any filing which is in effect may make written application to the Director for a hearing thereon, provided, however, that the insurer or rating organization that made the filing shall not be authorized to proceed under this subsection. Such application shall specify the grounds to be relied upon by the applicant. If the Director shall find that the application is made in good faith, that the applicant would be so aggrieved if his grounds are established, and that such grounds otherwise justify holding such a hearing, he shall, within thirty days after receipt of such application, hold a hearing upon not less than ten days' written notice to the applicant and to every insurer and rating organization which made such filing.

If, after such hearing, the Director finds that the filing does not meet the requirements of this Act, he shall issue an order specifying in what respects he finds that such filing fails to meet the requirements of this Act, and stating when, within a reasonable period thereafter, such filing shall be deemed no longer effective. Copies of said order shall be sent to the applicant and to every such insurer and rating organization. Said order shall not affect any contract or policy made

or issued prior to the expiration of the period set forth in said order.

(5) No manual, minimum, class rate, rating schedule, rating plan, rating rule or any modification of any of the foregoing which has been filed pursuant to the requirements of Section 4 of this Act shall be disapproved if the rates thereby produced meet the requirements of this Act.

Sec. 6—Rating Organizations

(1) A corporation, an unincorporated association, a partnership or an individual, whether located within or outside this state, may make application to the Director for license as a rating organization for such kinds of insurance, or subdivision or class of risk or a part or combination thereof as are specified in its application and shall file therewith (1) a copy of its constitution, its articles of agreement or association or its certificate of incorporation, and of its bylaws, rules, and regulations governing the conduct of its business, (2) a list of its members and subscribers, (3) the name and address of a resident of this state upon whom notices or orders of the Director or process affecting such rating organization may be served and (4) a statement of its qualifications as a rating organization. If the Director finds that the applicant is competent, trustworthy and otherwise qualified to act as a rating organization and that its constitution, articles of agreement or association or certificate of incorporation, and its bylaws, rules and regulations governing the conduct of its business conform to the requirements of law, he shall issue a license specifying the kinds of insurance, or subdivision or class of risk or part or combination thereof for which the applicant is authorized to act as a rating organization. Every such application shall be granted or denied in whole or in part by the Director within sixty days of the date of its filing with him. Licenses issued pursuant to this Section shall remain in effect for three years unless sooner suspended or revoked by the Director. The fee for said license shall be twenty-five dollars. Licenses issued pursuant to this Section may be suspended or revoked by the Director, after hearing upon notice, in the event the rating organization ceases to meet the requirements of this sub-

section. Every rating organization shall notify the Director promptly of every change in (1) its constitution, its articles of agreement or association, or its certificate of incorporation, and its bylaws, rules and regulations governing the conduct of its business, (2) its list of members and subscribers and (3) the name and address of the resident of this state designated by it upon whom notices or orders of the Director or process affecting such rating organization may be served.

(2) Subject to rules and regulations which have been approved by the Director as reasonable, each rating organization shall permit any insurer, not a member, to be a subscriber to its rating services for any kind of insurance, subdivision, or class of risk or a part or combination thereof for which it is authorized to act as a rating organization. Notice of proposed changes in such rules and regulations shall be given to subscribers. Each rating organization shall furnish its rating services without discrimination to its members and subscribers. The reasonableness of any rule or regulation in its application to subscribers, or the refusal of any rating organization to admit an insurer as a subscriber, shall, at the request of any subscriber or any such insurer, be reviewed by the Director at a hearing held upon at least ten days' written notice to such rating organization and to such subscriber or insurer. If the Director finds that such rule or regulation is unreasonable in its application to subscribers, he shall order that such rule or regulation shall not be applicable to subscribers. If the rating organization fails to grant or reject an insurer's application for subscribership within thirty days after it was made, the insurer may request a review by the Director as if the application had been rejected. If the Director finds that the insurer has been refused admittance to the rating organization as a subscriber without justification, he shall order the rating organization to admit the insurer as a subscriber. If he finds that the action of the rating organization was justified, he shall make an order affirming its action.

(3) No rating organization shall adopt any rule the effect of which would be to prohibit or regulate the payment of dividends, savings or unabsorbed premium deposits

allowed or returned by insurers to their policyholders, members or subscribers.

(4) Cooperation among rating organizations or among rating organizations and insurers in rate making or in other matters within the scope of this Act is hereby authorized, provided the filings resulting from such cooperation are subject to all the provisions of this Act which are applicable to filings generally. The Director may review such cooperative activities and practices and if, after a hearing, he finds that any such activity or practice is unfair and unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such activity or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such activity or practice.

(5) Any rating organization may provide for the examination of policies, daily reports, binders, renewal certificates, endorsements or other evidences of insurance, or the cancellation thereof, and may make reasonable rules governing their submission. Such rules shall contain a provision that in the event any insurer does not within sixty days furnish satisfactory evidence to the rating organization of the correction of any error or omission previously called to its attention by the rating organization, it shall be the duty of the rating organization to notify the Director thereof. All information so submitted for examination shall be confidential.

(6) Any rating organization may subscribe for or purchase actuarial, technical or other services, and such services shall be available to all members and subscribers without discrimination.

Sec. 7—Deviations

Every member of or subscriber to a rating organization shall adhere to the filings made on its behalf by such organization except that any such insurer may make written application to the Director for permission to file a deviation from the class rates, schedules, rating plans or rules respecting any kind of insurance, or class of risk within a kind of insurance, or combination thereof. Such application shall specify the basis for the modification and a copy thereof

shall also be sent simultaneously to such rating organization. The Director shall set a time and place for a hearing at which the insurer and such rating organization may be heard and shall give them not less than ten days' written notice thereof. In the event the Director is advised by the rating organization that it does not desire a hearing he may, upon the consent of the applicant, waive such hearing. In considering the application for permission to file such deviation the Director shall give consideration to the available statistics and the principles for rate making as provided in Section 3 of this Act. The Director shall issue an order permitting the deviation for such insurer to be filed if he finds it to be justified and it shall thereupon become effective. He shall issue an order denying such application if he finds that the resulting premiums would be excessive, inadequate or unfairly discriminatory. Each deviation permitted to be filed shall be effective for a period of one year from the date of such permission unless terminated sooner with the approval of the Director.

Sec. 8—Appeal by Minority

Any member of or subscriber to a rating organization may appeal to the Director from the action or decision of such rating organization in approving or rejecting any proposed change in or addition to the filings of such rating organization and the Director shall, after a hearing held upon not less than ten days' written notice to the appellant and to such rating organization, issue an order approving the action or decision of such rating organization or directing it to give further consideration to such proposal, or, if such appeal if from the action or decision of the rating organization in rejecting a proposed addition to its filings, he may, in the event he finds that such action or decision was unreasonable, issue an order directing the rating organization to make an addition to its filings, on behalf of its members and subscribers, in a manner consistent with his findings, within a reasonable time after the issuance of such order.

Sec. 9—Information to be Furnished Insureds: Hearings and Appeals of Insureds

Every rating organization and every insurer which makes its own rates shall, within a reasonable time after receiving written request therefor and upon payment of such reasonable charge as it may make, furnish to any insured affected by a rate made by it, or to the authorized representative of such insured, all pertinent information as to such rate. Every rating organization and every insurer which makes its own rates shall provide within this state reasonable means whereby any person aggrieved by the application of its rating system may be heard, in person or by his authorized representative, on his written request to review the manner in which such rating system has been applied in connection with the insurance afforded him. If the rating organization or insurer fails to grant or reject such request within thirty days after it is made, the applicant may proceed in the same manner as if his application had been rejected. Any party affected by the action of such rating organization or such insurer on such request, may, within thirty days after written notice of such action, appeal to the Director, who, after a hearing held upon not less than ten days' written notice to the appellant and to such rating organization or insurer, may affirm or reverse such action.

Sec. 10—Advisory Organizations

(1) Every group, association or other organization of insurers, whether located within or outside this state, which assists insurer which make their own filings or ratings organizations in rate making, by the collection and furnishing of loss or expense statistics, or by the submission of recommendations, but which does not make filings under this Act, shall be known as an advisory organization.

(2) Every advisory organization shall file with the Director (1) a copy of its constitution, its articles of agreement or association or its certificate of incorporation and of its bylaws, rules and regulations governing its activities, (2) a list of its members, (3) the name and address of a resident of this state upon whom notices or orders of the Director or process issued at his direction may be served, and (4) an agreement that the Director may examine such advisory

organization in accordance with the provisions of Section 12 of this Act.

(3) If, after a hearing, the Director finds that the furnishing of such information or assistance involves any act or practice which is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such act or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such act or practice.

(4) No insurer which makes its own filings nor any rating organization shall support its filings by statistics or adopt rate making recommendations, furnished to it by an advisory organization which has not complied with this Section or with an order of the Director involving such statistics or recommendations issued under subsection (3) of this Section. If the Director finds such insurer or rating organization to be in violation of this subsection he may issue an order requiring the discontinuance of such violation.

Sec. 11—Joint Underwriting or Joint Reinsurance

(1) Every group, association or other organization of insurers which engages in joint underwriting or joint reinsurance, shall be subject to regulation with respect thereto as herein provided, subject, however, with respect to joint underwriting, to all other provisions of this Act and, with respect to joint reinsurance, to Sections 12, 14 and 16 to 23 of this Act.

(2) If, after a hearing, the Director finds that any activity or practice of any such group, association or other organization is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such activity or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such activity or practice.

Sec. 12—Examinations

The Director shall, at least once in five years, make or cause to be made an examination of each rating organization

licensed in this state as provided in Section 6 and he may, as often as he may deem it expedient, make or cause to be made an examination of each advisory organization referred to in Section 10 and of each group, association or other organization referred to in Section 11. The reasonable costs of any such examination shall be paid by the rating organization, advisory organization, or group, association or other organization examined upon presentation to it of a detailed account of such costs. The officers, manager, agents and employees of such rating organization, advisory organization, or group, association or other organization may be examined at any time under oath and shall exhibit all books, records, accounts, documents, or agreements governing its method of operation. The Director shall furnish two copies of the examination report to the organization, group or association examined and shall notify such organization, group or association that it may, within twenty days thereafter, request a hearing on said report or on any facts or recommendations therein. Before filing any such report for public inspection, the Director shall grant a hearing to the organization, group or association examined. The report of any such examination, when filed for public inspection, shall be admissible in evidence in any action or proceeding brought by the Director against the organization, group or association examined, or its officers or agents, and shall be prima facie evidence of the facts stated herein. The Director may withhold the report of any such examination from public inspection for such time as he may deem proper. In lieu of any such examination the Director may accept the report of an examination made by the insurance supervisory official of another state, pursuant to the laws of such state.

Sec. 13—Rate Administration

(1) Recording and Reporting of Loss and Expense Experience.

The Director shall promulgate reasonable rules and statistical plans, reasonably adopted to each of the rating systems on file with him, which may be modified from time to time and which shall be used thereafter by each insurer in the recording and reporting of its loss and countrywide

expense experience, in order that the experience of all insurers may be made available at least annually in such form and detail as may be necessary to aid him in determining whether the rating systems comply with the standards set forth in Section 3. Such rules and plans may also provide for the recording and reporting of expense experience items which are specially applicable to this state and are not susceptible of determination by a prorating of countrywide expense experience. In promulgating such rules and plans, the Director shall give due consideration to the rating systems on file with him and, in order that such rules and plans may be as uniform as is practicable among the several states, to the rules and to the form of the plans used for such rating systems in other states. No insurer shall be required to record or report its loss experience on a classification basis that is inconsistent with the rating system filed by it. The Director may designate one or more rating organizations or other agencies to assist him in gathering such experience and making compilations thereof, and such compilations shall be made available, subject to reasonable rules promulgated by the Director, to insurers and rating organizations.

(2) Interchange of Rating Plan Data.

Reasonable rules and plans may be promulgated by the Director for the interchange of data necessary for the application of rating plans.

(3) Consultation with Other States.

In order to further uniform administration of rate regulatory laws, the Director and every insurer and rating organization may exchange information and experience data with insurance supervisory officials, insurers and rating organizations in other states and may consult with them with respect to rate making and the application of rating systems.

Sec. 14—Rules and Regulations

The Director may make reasonable rules and regulations necessary to effect the purpose of this Act.

Sec. 15—False or Misleading Information

No person or organization shall willfully withhold information from, or knowingly give false or misleading informa-

tion to, the Director, any statistical agency designated by the Director, any rating organization, or any insurer, which will affect the rates or premiums chargeable under this Act. A violation of this Section shall subject the one guilty of such violation to the penalties provided in Sections 17 and 18 of this Act.

Sec. 16—Rebates Prohibited

No insurer or employee thereof, and no agent shall knowingly charge, demand or receive a premium for any policy of insurance except in accordance with the applicable filing on file with the Director. No insurer or employee thereof, and no agent shall pay, allow, or give, or offer to pay, allow, or give, directly or indirectly, as an inducement to insurance, or after insurance has been effected, any rebate, discount, abatement, credit or reduction of the premium named in a policy of insurance, or any special favor or advantage in the dividends or other benefits to accrue thereon, or any valuable consideration or inducement whatever, not specified in the policy of insurance, except to the extent provided for in such applicable filing. No insured named in a policy of insurance, nor any employee of such insured shall knowingly receive or accept, directly or indirectly, any such rebate, discount, abatement or reduction of premium, or any special favor or advantage or valuable consideration or inducement. Nothing herein contained shall be construed as prohibiting the payment of commissions or other compensation to duly licensed agents and brokers, nor as prohibiting any participating insurer from distributing to its policyholders dividends, savings or the unused or unabsorbed portion of premiums and premium deposits.

Section 17.—Penalties

Any person or organization violating any provision of this Act shall upon conviction, be fined not more than fifty dollars ($50) for each such violation, but if such violation is found to be willful said person or organization shall be fined not more than five hundred dollars ($500) for each such violation. Such penalties may be in addition to any other penalty provided by law.

Sec. 18—Suspension of License

The Director may suspend the license of any rating organization or insurer which fails to comply with an order of the Director within the time limited by such order, or any extension thereof which the Director may grant. The Director shall not suspend the license of any rating organization or insurer for failure to comply with an order until the time prescribed for an appeal therefrom has expired or if an appeal has been taken, until such order has been affirmed. The Director may determine when a suspension of license shall become effective and it shall remain in effect for the period fixed by him, unless he modifies or rescinds such suspension, or until the order upon which such suspension is based is modified, rescinded or reversed. No license shall be suspended or revoked except upon a written order of the Director, stating his findings, made after a hearing held upon not less than ten days' written notice to such person or organization specifying the alleged violation.

Sec. 19.—Hearings, Procedure

(1) Any insurer or rating organization aggrieved by any order or decision of the Director made without a hearing, may, within thirty days after notice of the order to the insurer or organization, make written request to the Director for a hearing thereon. The Director shall hear such party or parties within twenty days after receipt of such request and shall give not less than ten days' written notice of the time and place of the hearing. Within fifteen days after such hearing the Director shall affirm, reverse or modify his previous action, specifying his reasons therefor. Pending such hearing and decision thereon the Director may suspend or postpone the effective date of his previous action.

(2) Nothing contained in this Act shall require the observance at any hearing of formal rules of pleading or evidence.

Sec. 20—Judicial Review

(1) Any order or decision of the Director shall be subject to review by appeal to the Franklin Circuit Court at the instance of any party in interest, who shall, within twenty

(20) days after such order or decision has become final, file a petition for review in said Court. The petition shall state fully the grounds upon which the review is sought, assign all errors relied on and be verified by the petitioner, who shall furnish copies of the petition to the respondents at the time of filing. Summons shall issue, upon the petition, directing the adverse party to file answer within fifteen (15) days after service thereof, and directing the Director to certify to the Court the complete record of the proceedings upon which such order or decision is based.

(2) No new or additional evidence may be introduced in the Circuit Court except as a fraud or misconduct of some person engaged in the administration of this Act and affecting the order or decision appealed from, but the Court shall otherwise hear the cause upon the record as certified by the Director. Such appeal shall not be limited to questions of law. The Court shall determine whether the appeal shall operate as a stay of any such order or decision of the Director. The Court may, in disposing of the issue before it, affirm, modify, or reverse the order or decision of the Director in whole or in part, or remand the action to the Director for further proceedings in accordance with the direction of the Court.

Sec. 21. Laws Amended and Repealed

Sub-section (3) of Section 302.080 of the Kentucky Revised Statutes is amended to read as follows:

"Except as provided in KRS 136.370, 296.320, 302.080 to 302.140 and in this Act no law of this State relating to insurance shall apply to the exchange of indemnity contracts as regulated by KRS 302.080 to 302.140."

Sections 296.390, 296.400, 296.410, 296.420, 296.430, 296.440, 296.450, 296.460, 296.470, 296.480, 296.490, 296.500, 296.510 and 296.520, subsection (10) of Section 296.990, and Sections 298.240 to 298.300 of the Kentucky Revised Statutes are hereby repealed; provided, that filings which have become effective under Sections 296.390 to 296.520, inclusive, KRS and licenses issued to rating organizations in accordance with said sections shall remain in effect subject to the provisions of this Act. All other laws or parts of laws in conflict with or

inconsistent with the provisions of this Act are hereby repealed to the extent of such conflict or inconsistency.

Sec. 22—Constitutionality

If any section, subsection, subdivision, paragraph, sentence or clause of this Act is held invalid or unconstitutional, such decision shall not affect the remaining portions of this Act.

Sec. 23—Effective Date

This Act shall take effect as provided by law.

Mr. Holsclaw offered the following amendments to said bill, viz.:

Amendment No. 1. Amend House Bill No. 400 by inserting the word "underwriting" before the phrase "profit and contingencies" in paragraph (c) of subsection (1) of Section 3, in line 10, on page 3.

Amendment No. 2. Amend House Bill No. 400, on page 15, Section 13 and line 4, by striking the word "adopted" after the word "reasonably" in line 4, Section 13, on page 15, and inserting in lieu thereof the following word: "adapted".

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	C. J. Holsclaw	Hobart Rayburn
Roy W. Arnold	D. W. Howard	Ottis Roberts
Sidney Baer	Paul S. Jonas	F. L. Robinson
Bernhardt Bauer	J. Ernest Jones	Lilburn S. Rogers
C. E. Baumgardner	L. H. Jones	Glenn Rushing
Fred Beshear	Harry K. Lowman	Mrs. Rutherford
Chas. J. Bronston	W. E. McClure	Dr. K. N. Salyer
Mrs. Mary Burnett	E. H. Martin	James J. Shannon
Chas. W. Burnley	Archie R. Moore	Paul E. Shannon
A. H. Calvert	Davis Moore	Jesse H. Shelton
Earl W. Christian	Fred H. Morgan	John M. Spaulding
Horace T. Cull	T. A. Noe, Jr.	Chas. L. Spillman
G. I. Drury	H. S. Overby	G. W. Steinford
Otto W. Goff	H. C. Patterson	Albert Thomason
N. M. Hamilton	J. H. Polsgrove	G. C. Thornton
Carson Hibbitts	L. W. Preston	W. R. Tipton
E. R. Hilton	E. F. Prichard	Wilford S. Travis

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Those who voted in the negative were—

C. D. Moberly	D. B. Saylor	Lynn Boyd Wells
Walter Moorman	Harry Smith	Rodney Whitlow
E. C. Mullins		

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Speaker vacated the Chair and designated Mr. McClure as Speaker Pro Tem.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills which originated in that body of the following titles, viz.:

S. B. No. 59. An Act relating to the awarding of contracts by the State Division of Purchases and Public Property.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In determining the lowest and best bidder to whom a contract is to be awarded for furnishing materials, supplies or equipment purchases by the State Division of Purchases and Public Property, the division shall take into consideration whether the bidder is a resident corporation, partnership or individual of the commonwealth of Kentucky. The bid of a resident corporation, partnership or individual of this commonwealth may be adjudged the lowest and best bid if it is not five per cent or more higher than the bid of a nonresident corporation, partnership or individual.

S. B. No. 62. An Act concerning license taxes and disposition of license fees in cities of the first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 91.200 of the Kentucky Revised Statutes is repealed and re-enacted and as so re-enacted shall read:

(1) The board of aldermen of each city of the first class, in addition to levying ad valorem taxes, may by ordinance impose license fees on franchises, provide for licensing any business, trade, occupation or profession, and the using, holding or exhibiting of any animal, article or other thing, and fix in each case the license fee, except that no company that pays an ad valorem tax and a franchise tax shall be required to pay a license tax, and no license tax shall be imposed upon or collected from any bank, trust company, combined bank and trust company, or combined trust, banking and title insurance company organized and doing business in this

State, or in other case where the city is prohibited by statute from imposing a license tax.

(2) License fees shall be collected by the city. All revenues from such taxes shall be paid to the secretary and treasurer of the sinking fund until income from all sources of the sinking fund shall be sufficient to pay the costs of administration and the interest charges for the current fiscal year, in addition to a sum sufficient to amortize the outstanding principal indebedness on a yearly basis in accordance with regularly used amortization tables. Revenues remaining, after meeting the requirements of this section, shall be paid into the general fund; provided, however, payments into the general fund shall be limited to three million dollars in any one fiscal year. Ad valorem taxes for the benefit of the sinking fund shall not be levied unless the income of the sinking fund is otherwise insufficient to meet such requirements.

(3) Licenses shall be issued and enforced on such terms and conditions as may be prescribed by ordinance.

Section 2. Sections 91.210, 91.220, 91.230, 91.240 and 91.250 of the Kentucky Revised Statutes are repealed.

S. B. No. 256. An Act relating to prosecuting attorney of the police court in cities of the first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Sections 69.430 and 69.440 of the Kentucky Revised Statutes are hereby repealed and re-enacted and as so re-enacted shall read:

The prosecuting attorney of the police court in cities of the first class shall be elected by qualified voters of the city at the same time and places at which the Mayor is elected, beginning in the year 1949 at the general elections of said year, and shall hold office for the term of four years.

In all matters coming before the police court the prosecuting attorney shall represent the commonwealth or the city,

as the case may require, but the Commonwealth's attorney or the county attorney may be present and assist in the trial of offenses against the Commonwealth. The prosecuting attorney shall have the qualifications, take the oath and come under the obligations prescribed for Commonwealth's attorneys.

When said prosecuting attorney fails to attend or to prosecute the parties brought before him, the judge shall, from the members of the bar, appoint one to serve as pro tem prosecuting attorney, and the person so appointed shall take the oath of office prescribed for the regular prosecuting attorney and for his services the pro tem prosecuting attorney shall receive such part of the salary of the regular prosecuting attorney as the judge, on motion, after due notice to the prosecuting attorney may summarily decide to be fair and reasonable; but the compensation allowed the pro tem prosecuting attorney shall not be estimated at a greater rate than that allowed the regular prosecuting attorney. The amount so paid the pro tem prosecuting attorney shall be deducted from the salary of the regular prosecuting attorney: Provided that during the months July and August of each year the prosecuting attorney may have vacation and during said vacation the compensation of the pro tem prosecuting attorney shall not be deducted from the salary of the regular prosecuting attorney.

A salary of Five Thousand ($5,000.00) Dollars per annum shall be paid the prosecuting attorney and he shall be paid at the same time and in the same manner as the salaries of other city officers are paid.

The prosecuting attorney shall appoint an assistant prosecuting attorney who shall have all of the qualifications of the prosecuting attorney and shall take the oath of office the same as the prosecuting attorney and asid assistant prosecuting attorney may be removed at the pleasure of the prosecuting attorney.

A salary of Thirty-five Hundred ($3500.00) Dollars per annum shall be paid the assistant prosecuting attorney, and he shall be paid at the same time and in the same manner as the salaries of other city officers are paid.

The assistant prosecuting attorney may have a vacation of one calendar month of each year and no deduction shall be made from his salary for said vacation.

S. B. No. 257. An Act requiring the marking of center lines on black-top roads within the state primary road system.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

It shall be the duty of the Department of Highways, through its district engineers and other personnel, in the construction and maintenance of all black-top roads within the state primary road system, to provide and maintain a clearly marked, white line along the center line of each of such black-top roads, throughout the entire length thereof.

S. B. No. 271. An Act to amend Section 92.670, Kentucky Revised Statutes, relating to levy upon and sale of real property for taxes in cities of second class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 92.670, Kentucky Revised Statutes, is amended to read as follows:

92.670 *Levy upon and sale of real property for taxes in cities of second class.* On and after the second Monday in December, the treasurer of each city of the second class shall sell a sufficient amount of real property, whether encumbered or not, of each delinquent taxpayer to satisfy all unpaid taxes of the delinquent with interest and penalties thereon, and to pay two dollars for the cost of advertisement and sale. The sale shall be made to the highest and best bidder at public auction. One or more parcels of real property may be sold for all of the taxes owed by the delinquent, whether for taxes

on the property sold or for taxes on other real or personal property. When a parcel of real property is offered for sale, the treasurer shall inquire whether any one will buy an interest therein less than the whole thereof, and pay the taxes, interest, penalty and costs thereon, and he shall sell only so much thereof or such interest therein as will produce the amount required to be realized. If no one will take less than the whole of the property and pay the taxes, interest, penalties and costs, the treasurer shall sell the whole of the property. If no one bids an amount equal to the taxes, interest, penalties and costs, the treasurer shall purchase the property for that amount. If one or more persons own a life estate or other particular estate in the property sold with remainder over to others, the treasurer shall first offer the particular estate for sale, and if no one will bid enough therefor to pay the taxes, interest, penalties and costs, he shall then sell the whole property. Except as otherwise provided in this section, the sale shall be made in the same manner that real property is sold by sheriffs under execution, but no levy or appraisal shall be necessary. If any person purchases property at the sale, and then fails to pay for it, the treasurer shall immediately resell the property. Real property sold for delinquent taxes may be resold, in like manner, for taxes for succeeding years. If, for any reason, real property is not sold at the time fixed in this section, it may be advertised and sold at any time thereafter in the manner provided in this section. Before making any sale, the treasurer shall cause three notices thereof to be published in the newspaper with the largest bona fide circulation in the city during the two weeks just preceding the day of sale, showing the time, place and terms of the sale, the names of the delinquent taxpayers, the numbers of the tax bills, the total amount of taxes, interest, penalties and costs due on each bill, and a brief description of the property to be sold, by lot and block numbers as shown on the city maps or by other descriptions sufficiently accurate to identify each parcel. Within thirty days after the sale the treasurer shall cause to be delivered to each delinquent whose real property has been sold, or to his guardian or committee, a written notice of the sale, the time within which the property can be redeemed and the amount required to

redeem it. If the delinquent is a non-resident the notice shall be served by delivering it to his agent or attorney, and if he has no agent or attorney in the state then it shall be served by posting it in a conspicuous place upon the property, and by posting a copy of same at the court house door in the county wherein the land is situated. If notice is not served within thirty days, it may be served as soon thereafter as practicable, but if the notice is not given six months before the expiration of the period of redemption that period shall be extended until six months after the service of the notice. Failure to give notice shall not defer the purchaser's right to possession as provided in subsection (1) of KRS 92.760. The notice may be executed by any police officer of the city or by any other person authorized by law to serve a notice. Any purchaser of property sold for taxes may cause the notice to be given with the same effect as if given by the treasurer. In either case the notice, with the officer's written return thereon showing the time and manner of service, shall be returned to the treasurer's office and recorded in a book provided for that purpose and preserved in that office. No deed shall be executed to a purchaser when notice has not been given as required. All money received by the treasurer for property sold for taxes, including money collected for costs, shall be promptly accounted for and paid over by the treasurer in the same manner as taxes collected without sale.

Ordered that said bills be printed and referred to the Committee on Rules.

The message which was received from the Senate also announced that they had passed bills which originated in this body of the following titles, viz.:

H. B. No. 212. An Act authorizing two or more counties to act jointly and cooperatively in the establishment and operation of a poorhouse or poor farm, or both.

H. B. No. 216. An Act to repeal Section 30.100 of the Kentucky Revised Statutes relating to the practice of law.

H. B. No. 276. An Act to repeal, amend and r-eenact Section 95.580, Kentucky Revised Statutes, relating to the policemen's and firemen's pension funds in cities of the second and third class and fixing rate of tax assessment and designating the source of said fund.

H. B. No. 271. An Act relating to holidays; providing that June 3rd, which is now observed as Confederate Memorial Day, shall also be observed as Jefferson Davis Day.

With an amendment thereto as proposed and adopted by the Senate.

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amend the title to House Bill No. 271, in Senate, by adding at the end thereof the following language:

"This Act shall be known and cited as the 'May-Goff Bill'."

H. B. No. 86. An Act relating to audits of the accounts of city officers and departments, in cities of the second to sixth classes, inclusive.

With an amendment thereto as proposed and adopted by the Senate.

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amendment to House Bill No. 86. On page 1, lines 8 and 9, by striking out the words "result of the audit to be published in a newspaper of general circulation" and inserting in lieu therefor the following:

"complete report of the auditors to be published in the newspaper with the largest bona fide circulation."

Ordered that said bills, with the exception of those which were amended by the Senate, be delivered to the Enrolling Clerk of this House.

Ordered that said bills with amendments thereto as proposed and adopted by the Senate be laid on the Clerk's desk.

Mr. Spillman moved that the rules be suspended and Masted Charles Frank Ray be made an Honorary Page for the day.

Said motion was unanimously agreed to.

Mr. Spillman moved that the rules be suspended and the privilege of the floor be extended to Mrs. J. C. Ray.

Said motion was unanimously agreed to.

Mr. Beshear moved that the rules be suspended and the privilege of the floor extended to Messrs. Chas. K. Reid and Dudley Caudill.

Said motion was unanimously agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled bills of the following titles, viz.:

S. B. No. 49. An Act relating to the functions and powers of the Division of Markets in the Department of Agriculture, Labor and Statistics.

S. B. No. 50. An Act relating to the Division of Markets in the Department of Agriculture, Labor and Statistics, with particular relation to the compensation of the Director of the Division.

S. B. No. 51. An Act making provisions for an Agricultural Production and Marketing Commission; prescribing its

membership, powers and duties; providing for the furnishing of asistance, cooperation and facilities by other state agencies; and providing for a report.

S. B. No. 81. An Act to repeal, amend and re-enact Section 342.285, 342.290 and 342.295 of Kentucky Revised Statutes relating to appeals in Workmen's Compensation cases and providing an emergency clause.

Thereupon, all other business was suspended, said bills were read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker Pro Tem, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bills be delivered to the Enrolling Clerk of the Senate.

Mr. Burnley moved that the House do now take up from the Clerk's desk a bill which was reported to this House from the Senate today.

Said motion was agreed to.

Thereupon the House took up for consideration a bill of the following title, viz.:

H. B. No. 271. An Act relating to holidays; providing that June 3rd, which is now observed as Confederate Memorial Day, shall also be observed as Jefferson Davis Day.

With an amendment thereto as proposed and adopted by the Senate.

(For bill see H. J. of March 1, 1948, ante.)

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amend the title to House Bill No. 271, in Senate, by adding at the end thereof the following language:

"This Act shall be known and cited as the 'May-Goff Bill.' "

Said amendment to the title of said bill was then concurred in.

Resolved that the title thereof be as aforesaid.

Ordered that said bill be delivered to the Enrolling Clerk of this House.

Mr. Burnley moved that the House do now take up from the Clerk's desk a bill which was reported to this House from the Senate today.

Said motion was agreed to.

Thereupon the House took up for consideration a bill of the following title, viz.:

H. B. No. 86. An Act relating to audits of the accounts of city officers and departments, in cities of the second to fourth classes, inclusive.

With an amendment thereto as proposed and adopted by the House.

(For bill see H. J. of February 9, 1948, ante.)

Said amendment to said bill as proposed and adopted by the Senate is as follows, viz.:

Amendment to House Bill No. 86. On page 1, lines 8 and 9, by striking out the words "result of the audit to be published in a newspaper of general circulation" and inserting in lieu therefor the following:

"complete report of the auditors to be published in the newspaper with the largest bona fide circulation".

Said amendment to said bill was then concurred in.

Said bill was then passed as amended.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	D. W. Howard	Lilburn S. Rogers
Sidney Baer	M. G. Howard	Glenn Rushing
Levi Baker	R. N. Hubbard	Mrs. Rutherford
Bernhardt Bauer	Ira W. Hulette	Dr. K. N. Salyer
Isaac M. Blevins	Kerby Jennings	James J. Shannon
Chas. J. Bronston	Paul S. Jonas	Paul E. Shannon
Mrs. Mary Burnett	J. Ernest Jones	James S. Shaw
Chas. W. Burnley	L. H. Jones	Jesse H. Shelton
A. H. Calvert	Ercel Kozee	John M. Spaulding
Earl W. Christian	Harry K. Lowman	Chas. L. Spillman
Robert Collins	W. E. McClure	G. W. Steinford
Everett T. Cooper	E. H. Martin	John M. Stumbo
Horace T. Cull	C. D. Moberly	Albert Thomason
Owen Deering	Archie R. Moore	G. C. Thornton
G. I. Drury	Davis Moore	W. R. Tipton
Kermit Dwyer	E. C. Mullins	Lawrence Watts
Henry J. Giles	T. A. Noe, Jr.	Morris Weintraub
Otto W. Goff	H. M. Pewitt	Lynn Boyd Wells
N. M. Hamilton	J. H. Polsgrove	Rodney Whitlow
Carson Hibbitts	Hobart Rayburn	G. F. Williamson
E. R. Hilton	Ottis Roberts	Charles W. Wirsch
C. J. Holsclaw	F. L. Robinson	—65

Mr. Burnley moved that the vote by which said bill was passed as amended be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Ordered that said bill be delivered to the Enrolling Clerk of this House.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 401. An Act to regulate the making, filing and use of rates for certain kinds, types or forms of insurance written by casualty insurance and surety companies on risks or operations in this State, including fidelity, surety and guaranty bonds and all other kinds, types or forms of motor vehicle insurance.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. Purpose of Act.

The purpose of this Act is to promote the public welfare by regulating insurance rates to the end that they shall not be excessive, inadequate or unfairly discriminatory, and to authorize and regulate cooperative action among insurers in rate making and in other matters within the scope of this Act. Nothing in this Act is intended (1) to prohibit or discourage reasonable competition, or (2) to prohibit, or encourage except to the extent necessary to accomplish the aforementioned purpose, uniformity in insurance rates, rating systems, rating plans and practices. This Act shall be liberally interpreted to carry into effect the provisions of this Section.

Sec. 2. Scope of Act.

This Act applies to all kinds, types or forms of casualty insurance on risks or operations in this State, including fidelity, surety and guaranty bonds and all other kinds, types or forms of motor vehicle insurance, all Workmen's Compensation and Employers' Liability Insurance, except (1) accident and health insurance, (2) credit insurance, (3) title insurance, (4) insurance against loss of or damage to, or against liability, other than Workmen's Compensation and Employers' Liability, arising out of the ownership, maintenance or use of, any aircraft, and (5) reinsurance by one or more insurers of all or part of another insurer's primary insurance risks, other than joint reinsurance to the extent stated in Section 11. With respect to such kinds, types or forms of insurance, this Act applies to all classes of companies including inter-insurers or reciprocal underwriters regulated by Sections 302.080 to

302.140, inclusive, of the Kentucky Revised Statutes, mutual insurers regulated by Sections 301.010 to 301.140, inclusive, of the Kentucky Revised Statutes, and insurers operating on the Lloyd's Plan, regulated by Sections 302.150 to 302.230, inclusive, of the Kentucky Revised Statutes. This Act shall not apply to assessment or cooperative companies organized or operating under Chapter 299 of the Kentucky Revised Statutes.

If any kind of insurance, subdivision or combination thereof, or type of coverage subject to this Act is also subject to regulation by another regulatory Act of this State, an insurer to which both Acts are otherwise applicable shall file with the Director of Insurance, hereinafter referred to as Director, a designation as to which rate regulatory Act shall be applicable to it with respect to such kind of insurance, subdivision or combination thereof, or type of coverage.

Sec. 3. Making of Rates.

(1) All rates shall be made in accordance with the following provisions:

(a) Due consideration shall be given to past and prospective loss experience within and outside this State, to catastrophe hazards, if any, to a reasonable margin for underwriting profit and contingencies, to dividends, savings or unabsorbed premium deposits allowed or returned by insurers to their policyholders, members or subscribers, to past and prospective expenses both countrywide and those specially applicable to this State, and to all other relevant factors within and outside this State;

(b) The systems of expense provisions included in the rates for use by any insurer or group of insurers may differ from those of other insurers or groups of insurers to reflect the requirements of the operating methods of any such insurer or group with respect to any kind of insurance, or with respect to any subdivision or combination thereof for which subdivision or combination separate expense provisions are applicable;

(c) Risks may be grouped by classifications for the establishment of rates and minimum premiums. Classification rates may be modified to produce rates for individual risks

in accordance with rating plans which establish standards for measuring variations in hazards or expense provisions, or both. Such standards may measure any differences among risks that can be demonstrated to have a probable effect upon losses or expenses;

(d) Rates shall not be excessive, inadequate or unfairly discriminatory.

(2) Except to the extent necessary to meet the provisions of paragraph (d) of subsection (1) of this Section, uniformity among insurers in any matters within the scope of this Section is neither required nor prohibited.

Sec. 4. Rate Filings.

(1) Every insurer shall file with the Director every manual of classifications, every manual of rules and rates, every rating plan and every modification of any of the foregoing which it proposes to use. Every such filing shall state the proposed effective date thereof and shall indicate the character and extent of the coverage contemplated. When a filing is not accompanied by the information upon which the insurer supports such filing and the Director does not have sufficient information to determine whether such filing meets the requirements of this Act, he shall require such insurer to furnish the information upon which it supports such filing and in such event the waiting period shall commence as of the date such information is furnished. The information furnished in support of a filing may include (1) the experience or judgment of the insurer or rating organization making the filing, (2) its interpretation of any statistical data it relies upon, (3) the experience of other insurers or rating organizations, or (4) any other relevant factors. A filing and any supporting information shall be open to public inspection after the filing becomes effective.

(2) An insurer may satisfy its obligation to make such filings by becoming a member of, or a subscriber to, a licensed rating organization which makes such filings, and by authorizing the Director to accept such filings on its behalf; provided, that nothing contained in this Act shall be construed as requiring any insurer to become a member of or a subscriber to any rating organization.

(3) The Director shall review filings as soon as reasonably possible after they have been made in order to determine whether they meet the requirements of this Act.

(4) Subjct to the exception specified in subsection (5) of this Section, each filing shall be on file for a waiting period of fifteen days before it becomes effective, which period may be extended by the Director for an additional period not to exceed fifteen days if he gives written notice within such waiting period to the insurer or rating organization which made the filing that he needs such additional time for the consideration of such filing. Upon written application by such insurer or rating organization, the Director may authorize a filing which he has reviewed to become effective before the expiration of the waiting period or any extension thereof. A filing shall be deemed to meet the requirements of this Act unless disapproved by the Director within the waiting period or any extension thereof.

(5) Any special filing with respect to a surety or guaranty bond required by law or by court or executive order or by order, rule or regulation of a public body, not covered by a previous filing, shall become effective when filed and shall be deemed to meet the requirements of this Act until such time as the Director reviews the filing and so long thereafter as the filing remains in effect.

(6) Under such rules and regulations as he shall adopt the Director may, by written order, suspend or modify the requirement of filing as to any kind of insurance, subdivision or combination thereof, or as to classes of risks, the rates for which cannot practically be filed before they are used. Such orders, rules and regulations shall be made known to insurers and rating organizations affected thereby. The Director may make such examination as he may deem advisable to ascertain whether any rates affected by such order meet the standards set forth in paragraph (d) subsection (1) of Section 3.

(7) Upon the written application of the insured, stating his reasons therefor, filed with and approved by the Director, a rate in excess of that provided by a filing otherwise applicable may be used on any specific risk,

(8) No insurer shall make or issue a contract or policy except in accordance with filings which are in effect for said insurer as provided in this Act or in accordance with subsections (6) or (7) of this Section.

Sec. 5. Disapproval of Filings.

(1) If within the waiting period or any extension thereof as provided in subsection (4) of Section 4, the Director finds that a filing does not meet the requirements of this Act, he shall send to the insurer or rating organization which made such filing written notice of disapproval of such filing specifying therein in what respects he finds such filing fails to meet the requirements of this Act and stating that such filing shall not become effective.

(2) If within thirty days after a special surety or guaranty filing subject to subsection (5) of Section 4 has become effective, the Director finds that such filing does not meet the requirements of this Act, he shall send to the insurer or rating organization which made such filing written notice of disapproval of such filing specifying therein in what respects he finds that such filing fails to meet the requirements of this Act and stating when, within a reasonable period thereafter, such filing shall be deemed no longer effective. Said disapproval shall not effect any contract made or issued prior to the expiration of the period set forth in said notice.

(3) If at any time subsequent to the applicabe review period provided for in subsection (1) or (2) of this Section, the Director finds that a filing does not meet the requirements of this Act, he shall, after a hearing held upon not less than ten days' written notice, specifying the matters to be considered at such hearing, to every insurer and rating organization which made such filing, issue an order specifying in what respects he finds that such filing fails to meet the requirements of this Act, and stating when, within a reasonable period thereafter, such filing shall be deemed no longer effective. Copies of said order shall be sent to every such insurer and rating organization. Said order shall not affect any contract or policy made or issued prior to the expiration of the period set forth in said order.

(4) Any person or organization aggrieved with respect to any filing which is in effect may make written application to the Director for a hearing thereon, provided, however, that the insurer or rating organization that made the filing shall not be authorized to proceed under this subsection. Such application shall specify the grounds to be relied upon by the applicant. If the Director shall find that the application is made in good faith, that the applicant would be so aggrieved if his grounds are established, and that such grounds otherwise justify holding such a hearing, he shall, within thirty days after receipt of such application, hold a hearing upon not less than ten days' written notice to the applicant and to every insurer and rating organization which made such filing.

If, after such hearing, the Director finds that the filing does not meet the requirements of this Act, he shall issue an order specifying in what respects he finds that such filing fails to meet the requirements of this Act, and stating when, within a reasonable period thereafter, such filing shall be deemed no longer effective. Copies of said order shall be sent to the applicant and to every such insurer and rating organization. Said order shall not affect any contract or policy made or issued prior to the expiration of the period set forth in said order.

(5) No manual of classifications, rules, rating plan or any modification of any of the foregoing which establishes standards for measuring variations in hazards or expense provisions, or both, and which has been filed pursuant to the requirements of Section 4 of this Act, shall be disapproved if the rates thereby produced meet the requirements of this Act.

Sec. 6. Rating Organizations.

(1) A corporation, an unincorporated association, a partnership or an individual, whether located within or outside this state, may make application to the Director for license as a rating organization for such kinds of insurance or subdivisions thereof as are specified in its application and shall file therewith (1) a copy of its constitution, its articles of agreement or association or its certificate of incorporation, and of its by-laws, rules and regulations governing the conduct of its business, (2) a list of its members and subscribers,

(3) the name and address of a resident of this state upon whom notices or orders of the Director or process affecting such rating organization may be served and (4) a statement of its qualifications as a rating organization. If the Director finds that the applicant is competent, trustworthy and otherwise qualified to act as a rating organization and that its constitution, articles of agreement or associaton or certificate of incorporation, and its by-laws, rules and regulations governing the conduct of its business conform to the requirements of law, he shall issue a license specifying the kinds of insurance or subdivisions thereof for which the applicant is authorized to act as a rating organization. Every such application shall be granted or denied in whole or in part by the Director within sixty days of the date of its filing with him. Licenses issued pursuant to this Section shall remain in effect for three years unless sooner suspended or revoked by the Director. The fee for said license shall be twenty-five dollars. Licenses issued pursuant to this Section may be suspended or revoked by the Director, after hearing upon notice, in the event the rating organization ceases to meet the requirements of this subsection. Every rating organization shall notify the Director promptly of every change in (1) its constitution, its articles of agreement or association or its certificate of incorporation, and its by-laws, rules and regulations governing the conduct of its business, (2) its list of members and subscribers and (3) the name and address of the resident of this state designated by it upon whom notices or orders of the Director or process affecting such rating organization may be served.

(2) Subject to rules and regulations which have been approved by the Director as reasonable, each rating organization shall permit any insurer, not a member, to be a subscriber to its rating services for any kind of insurance or subdivision thereof for which it is authorized to act as a rating organization. Notice of proposed changes in such rules and regulations shall be given to subscribers. Each rating organization shall furnish its rating services without discrimination to its members and subscribers. The reasonableness of any rule or regulation in its application to subscribers, or the refusal of any rating organization to admit an insurer as a subscriber, shall,

at the request of any subscriber or any such insurer, be reviewed by the Director at a hearing held upon at least ten days' written notice to such rating organization and to such subscriber or insurer. If the Director finds that such rule or regulation is unreasonable in its application to subscribers, he shall order that such rule or regulation shall not be applicable to subscribers. If the rating organization fails to grant or reject an insurer's application for subscribership within thirty days after it was made, the insurer may request a review by the Director as if the application had been rejected. If the Director finds that the insurer has been refused admittance to the rating organization as a subscriber without justification, he shall order the rating organization to admit the insurer as a subscriber. If he finds that the action of the rating organization was justified, he shall make an order affirming its action.

(3) No rating organization shall adopt any rule the effect of which would be to prohibit or regulate the payment of dividends, savings or unabsorbed premium deposits allowed or returned by insurer to their policyholders, members or subscribers.

(4) Cooperation among rating organizations or among rating organizations and insurers in rate making or in other matters within the scope of this Act is hereby authorized, provided the filings resulting from such cooperation are subject to all the provisions of this Act which are applicable to filings generally. The Director may review such cooperative activities and practices and if, after a hearing, he finds that any such activity or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such activity or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such activity or practice.

Sec. 7. Deviations.

Every member of or subscriber to a rating organization shall adhere to the filings made on its behalf by such organization except that any such insurer may make written application to the Director for permission to file a uniform

percentage decrease or increase to be applied to the premiums produced by the rating systems so filed for a kind of insurance, or for a class of insurance which is found by the Director to be a proper rating unit for the application of such uniform percentage decrease or increase, or for a subdivision of a kind of insurance (1) comprised of a group of manual classifications which is treated as a separate unit for rate making purposes, or (2) for which separate expense provisions are included in the filings of the rating organization. Such application shall specify the basis for the modification and shall be accompanied by the data upon which the applicant relies. A copy of the application and data shall be sent simultaneously to such rating organization. The Director shall set a time and place for a hearing at which the insurer and such rating organization may be heard and shall give them not less than ten days' written notice thereof. In the event the Director is advised by the rating organization that it does not desire a hearing he may, upon the consent of the applicant, waive such hearing. The Director shall issue an order permitting the modification for such insurer to be filed if he finds it to be justified and it shall thereupon become effective. He shall issue an order denying such application if he finds that the modification is not justified or that the resulting premiums would be excessive, inadequate or unfairly discriminatory. Each deviation permitted to be filed shall be effective for a period of one year from the date of such permission unless terminated sooner with the approval of the Director.

Sec. 8. Appeal by Minority.

Any member of or subscriber to a rating organization may appeal to the Director from the action or decision of such rating organization in approving or rejecting any proposed change in or addition to the filings of such rating organization and the Director shall, after a hearing held upon not less than ten days' written notice to the appellant and to such rating organization, issue an order approving the action or decision of such rating organization or directing it to give further consideration to such proposal, or, if such appeal is from the action or decision of the rating organization in rejecting

a proposed addition to its filings, he may, in the event he finds that such action or decision was unreasonable, issue an order directing the rating organization to make an addition to its filings, on behalf of its members and subscribers, in a manner consistent with his findings, within a reasonable time after the issuance of such order.

If such appeal is based upon the failure of the rating organization to make a filing on behalf of such member or subscriber which is based on a system of expense provisions, which differs, in accordance with the right granted in paragraph (b) of subsection (1) of Section 3, from the system of the expense provisions included in a filing made by the rating organization, the Director shall, if he grants the appeal order the rating organization to make the requested filing for use by the appellant. In deciding such appeal the Director shall apply the standards set forth in Section 3.

Sec. 9. Information to be Furnished Insureds; Hearings and Appeals of Insureds.

Every rating organization and every insurer which makes its own rates shall, within a reasonable time after receiving written request therefor and upon payment of such reasonable charge as it may make, furnish to any insured affected by a rate made by it, or to the authorized representative of such insured, all pertinent information as to such rate.

Every rating organization and every insurer which makes its own rates shall provide within this state reasonable means whereby any person aggrieved by the application of its rating system may be heard, in person or by his authorized representative, on his written request to review the manner in which such rating system has been applied in connection with the insurance afforded him. If the rating organization or insurer fails to grant or reject such request within thirty days after it is made, the applicant may proceed in the same manner as if his application had been rejected. Any party affected by the action of such rating organization or such insurer on such request may, within thirty days after written notice of such action, appeal to the Director, who, after a hearing held upon not less than ten days' written notice to the ap-

pellant and to such rating organization or insurer, may affirm or reverse such action.

Sec. 10. Advisory Organizations.

(1) Every group, association or other organization of insurers, whether located within or outside this state, which assists insurers which make their own filings or rating organizations in rate making, by the collection and furnishing of loss or expense statistics, or by the submission of recommendations, but which does not make filings under this Act, shall be known as an advisory organization.

(2) Every advisory organization shall file with the Director (1) a copy of its constitution, its articles of agreement or association or its certificate of incorporation and of its bylaws, rules and regulations governing its activities, (2) a list of its members, (3) the name and address of a resident of this state upon whom notices or orders of the Director or process issued at his direction may be served, and (4) an agreement that the Director may examine such advisory organization in accordance with the provisions of Section 12 of this Act.

(3) If, after a hearing, the Director finds that the furnishing of such information or assistance involves any act or practice which is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such act or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such act or practice.

(4) No insurer which makes its own filings nor any rating organization shall support its filings by statistics or adopt rate making recommendations, furnished to it by an advisory organization which has not complied with this Section or with an order of the Director involving such statistics or recommendations issued under subsection (3) of this Section. If the Director finds such insurer or rating organization to be in violation of this subsection he may issue an order requiring the discontinuance of such violation.

Sec. 11. Joint Underwriting of Joint Reinsurance.

(1) Every group, association or other organization of insurers which engages in joint underwriting or joint reinsurance, shall be subject to regulation with respect thereto as herein provided, subject however, with respect to joint underwriting, to all other provisions of this Act and, with respect to joint reinsurance, to Sections 12, 14 and 17 to 24 of this Act.

(2) If, after a hearing, the Director finds that any activity or practice of any such group, association or other organization is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, he may issue a written order specifying in what respects such activity or practice is unfair or unreasonable or otherwise inconsistent with the provisions of this Act, and requiring the discontinuance of such activity or practice.

Sec. 12. Examinations.

The Director shall, at least once in five years, make or cause to be made an examination of each rating organization licensed in this state as provided in Section 6 and he may, as often as he may deem it expedient, make or cause to be made an examination of each advisory organization referred to in Section 10 and of each group, association or other organization referred to in Section 11. The reasonable costs of any such examination shall be paid by the rating organization, advisory organization, or group, association or other organization examined upon presentation to it of a detailed account of such costs. The officer, manager, agents and employees of such rating organization, advisory organization, or group, association or other organization may be examined at any time under oath and shall exhibit all books, records, accounts, documents, or agreements governing its method of operation. The Director shall furnish two copies of the examination report to the organization, group or association examined and shall notify such organization, group or association that it may, within twenty days thereafter, request a hearing on said report or on any facts or recommendations therein. Before filing any such report for public inspection, the Director shall grant a hearing to the organization, group

or association examined. The report of any such examination, when filed for public inspection, shall be admissible in evidence in any action or proceeding brought by the Director against the organization, group or association examined, or its officers or agents, and shall be prima facie evidence of the facts stated therein. The Director may withhold the report of any such examination from public inspection for such time as he may deem proper. In lieu of any such examination the Director may accept the report of an examination made by the insurance supervisory official of another state, pursuant to the laws of such state.

Sec. 13. Rate Administration.

(1) Recording and Reporting of Loss and Expense Experience. The Director shall promulgate reasonable rules and statistical plans, reasonably adapted to each of the rating systems on file with him, which may be modified from time to time and which shall be used thereafter by each insurer in the recording and reporting of its loss, and countrywide expense experience, in order that the experience of all insurers may be made available at least annually in such form and detail as may be necessary to aid him in determining whether rating systems comply with the standards set forth in Section 3. Such rules and plans may also provide for the recording and reporting of expense experience items which are specially applicable to this state and are not susceptible of determination by a prorating of countrywide expense experience. In promulgating such rules and plans, the Director shall give due consideration to the rating systems on file with him and, in order that such rules and plans may be as uniform as is practicable among the several states to the rules and to the form of the plans used for such rating systems in other states. No insurer shall be required to record or report its loss experience on a classification basis that is inconsistent with the rating system filed by it. The Director may designate one or more rating organizations or other agencies to assist him in gathering such experience and making compilations thereof, and such compilations shall be made available, subject to reasonable rules promulgated by the Director, to insurers and rating organizations.

(2) Interchange of Rating Plan Data. Reasonable rules and plans may be promulgated by the Director for the interchange of data necessary for the application of rating plans.

(3) Consultation with Other States. In order to further uniform administration of rate regulatory laws, the Director and every insurer and rating organization may exchange information and experience data with insurance supervisory officials, insurers and rating organizations in other states and may consult with them with respect to rate making and the application of rating systems.

Sec. 14. Rules and Regulations.

The Director may make reasonable rules and regulations necessary to effect the purposes of this Act.

Sec. 15. False or Misleading Information.

No person or organization shall willfully withhold information from, or knowingly give false or misleading information to, the Director, any statistical agency designated by the Director, any rating organization, or any insurer, which will affect the rates or premiums chargeable under this Act. A violation to this Section shall subject the one guilty of such violation to the penalties provided in Sections 18 and 19 of this Act.

Sec. 16. Assigned Risks.

Agreements may be made among insurers with respect to the equitable apportionment among them of insurance which may be afforded applicants who are in good faith entitled to but who are unable to procure such insurance through ordinary methods and such insurers may agree among themselves on the use of reasonable rate modifications for such insurance, such agreements and rate modifications to be subject to the approval of the Director.

Sec. 17. Rebates Prohibited.

(1) No insurer or employee thereof, and no agent shall knowingly charge, demand, or receive a premium for any policy of insurance except in accordance with the applicable filing on file with the Director. No insurer or employee thereof, and no agent shall pay, allow, or give, or offer to pay,

allow, or give, directly or indirectly, as an inducement to insurance, or after insurance has been effected, any rebate, discount, abatement, credit or reduction of the premium named in a policy of insurance, or any special favor or advantage in the dividends or other benefits to accrue thereon, or any valuable consideration or inducement whatever, not specified in the policy of insurance, except to the extent provided for in such applicable filing. No insured named in a policy of insurance, nor any employee of such insured shall knowingly receive or accept, directly or indirectly, any such rebate, discount, abatement or reduction of premium, or any special favor or advantage or valuable consideration or inducement. Nothing herein contained shall be construed as prohibiting the payment of commissions or other compensation to duly licensed agents and brokers, nor as prohibiting any participating insurer from distributing to its policyholders dividends, savings or the unused or unabsorbed portion of premiums and premium deposits.

(2) As used in this Section the word "insurance" includes suretyship and the word "policy" includes bond.

Sec. 18. Penalties.

Any person or organization violating any provision of this Act shall, upon conviction, be fined not more than fifty dollars ($50) for each such violation, but if such violation is found to be willful said person or organization shall be fined not more than five hundred dollars ($500) for each such violation. Such penalty may be in addition to any other penalty provided by law.

Sec. 19. Suspension of License.

The Director may suspend the license of any rating organization or insurer which fails to comply with an order of the Director within the time limited by such order, or any extension thereof which the Director may grant. The Director shall not suspend the license of any rating organization or insurer for failure to comply with an order or if an appeal has been taken, until such order has been affirmed. The Director may determine when a suspension of license shall become effective and it shall remain in effect for the period fixed by him, unless he modifies or rescinds such suspension,

or until the order upon which such suspension is based is modified, rescinded or reversed. No license shall be suspended or revoked except uqon a written order of the Director, stating his findings, made after a hearing held upon not less than ten days' written notice to such person or organization specifying the alleged violation.

Sec. 20. Hearings, Procedure.

(1) Any insurer or rating organization aggrieved by any order or decision of the Director made without a hearing, may, within thirty days after notice of the order to the insurer or organization, make written request to the Director for a hearing thereon. The Director shall hear such party or parties within twenty days after receipt of such request and shall give not less than ten days' written notice of the time and place of the hearing. Within fifteen days after such hearing the Director shall affirm, reverse or modify his previous action, specifying his reasons therefor. Pending such hearing and decision thereon the Director may suspend or postpone the effective date of his previous action.

(2) Nothing contained in this Act shall require the observance at any hearing of formal rules of pleading or evidence.

Sec. 21. Judicial Review.

(1) Any order or decision of the Director shall be subject to review by appeal to the Franklin Circuit Court at the instance of any party in interest, who shall, within twenty days after such order or decision has become final, file a petition for review in said court. The petition shall state fully the grounds upon which a review is sought, assign all errors relied on and be verified by the petitioner, who shall furnish copies of the petition to the respondents at the time of filing. Summons shall issue, upon the petition, directing the adverse party to file answer within fifteen days after service thereof, and directing the Director to certify to the court the complete record of the proceedings upon which such order or decision is based.

(2) No new or additional evidence may be introduced in the Circuit Court except as to fraud or misconduct of

some person engaged in the administration of this Act and affecting the order or decision appealed from, but the court shall otherwise hear the cause upon the record as certified by the Director. Such appeal shall not be limited to questions of law. The court shall determine whether the appeal shall operate as a stay of any such order or decision of the Director. The court may, in disposing of the issue before it, affirm, modify, or reverse the order or decision of the Director in whole or in part, or remand the action to the Director for further proceedings in accordance with the direction of the court.

Sec. 22. Laws Amended and Repealed.

Subsection (3) of Section 302.080 of the Kentucky Revised Statutes is amended to read as follows:

"(3) Except as provided in KRS 136.370, 296.320, 302.080 to 302.140 and in this Act no law of this State relating to insurance shall apply to the exchange of indemnity contracts as regulated by KRS 302.080 to 302.140."

Sections 296.530, 296.540, 296.550, 296.560, 296.570, 296.580, 296.590, 296.600, 296.610, 296.620, 296.630, 296.640, 296.650, 296.660, 296.670, and 296.680, subsection (11) of Section 296.990, section 342.385 and subsection (2) of Section 342.545 of the Kentucky Revised Statutes are hereby repealed; provided, that filings which have become effective under Sections 296.530 to 296.680, inclusive, KRS, and licenses issued to rating organizations in accordance with said sections shall remain in effect subject to the provisions of this Act. All other laws or parts of laws in conflict with or inconsistent with the provisions of this Act are hereby repealed to the extent of such conflict or inconsistency.

Sec. 23. Constitutionality.

If any section, subsection, subdivision, paragraph, sentence or clause of this Act is held invalid or unconstitutional, such decision shall not affect the remaining portions of this Act.

Sec. 24. Effective Date.

This Act shall take effect as provided by law.

Mr. Holsclaw offered the following amendments to said bill, viz.:

Amendment No. 1

Amend printed copy of House Bill No. 401 on page 5, subsection 6, section 4, line 50.

Amend House Bill 401 by inserting after the word "used" and before the period (.) in line 50, subsection (6), Section 4, and page 5, the following:

", or not customarily made by rating organizations".

Amendment No. 2

Amend copy of House Bill No. 401 on page 15, section 13, line 3.

Amend House Bill No. 401, by striking the word "recently" at the end of line 3, Section 13, on page 15, and inserting in lieu thereof the following word:

"reasonably".

Amendment No. 3

Amend printed copy of House Bill No. 401 on page 18, section 19, line 6.

Amend House Bill 401 by inserting after the word "order" in line 6, section 19, page 18, the following:

"Until the time prescribed for an appeal therefrom has expired".

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was then read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	E. R. Hilton	E. F. Prichard
Earl F. Ashcraft	C. J. Holsclaw	Hobart Rayburn
Sidney Baer	Clyde S. Howard	Ottis Roberts
Levi Baker	D. W. Howard	F. L. Robinson
Bernhardt Bauer	M. G. Howard	Lilburn S. Rogers
C. E. Baumgardner	Ira W. Hulette	Amos Runyan
Fred Beshear	Paul S. Jonas	Glenn Rushing
Isaac M. Blevins	L. H. Jones	Mrs. Rutherford
Chas. J. Bronston	Ercel Kozee	Dr. K. N. Salyer
Mrs. Mary Burnett	W. E. McClure	James J. Shannon
Chas. W. Burnley	E. H. Martin	Paul E. Shannon
A. H. Calvert	Archie R. Moore	John M. Spaulding
Earl W. Christian	Davis Moore	Chas. L. Spillman
Robert Collins	T. A. Noe, Jr.	G. W. Steinford
Perry M. Cross	Joe E. Nunn	Albert Thomason
Owen Deering	H. S. Overby	G. C. Thornton
G. I. Drury	H. C. Patterson	W. R. Tipton
Otto W. Goff	H. M. Pewitt	Wilford S. Travis
N. M. Hamilton	J. H. Polsgrove	Rodney Whitlow
Carson Hibbitts	L. W. Preston	G. F. Williamson

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Those who voted in the negative were—

Henry C. Hale	D. B. Saylor	Lynn Boyd Wells
E. C. Mullins	Harry Smith	

—5

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Spaulding moved that the rules be suspended and the privilege of the floor extended to Mr. V. J. Steele.

Said motion was unanimously agreed to.

Mrs. Burnett moved that the rules be suspended and privilege of the floor extended to Miss Rose Moloney and Mr. Mike Moloney.

Said motion was unanimously agreed to.

Mrs. Burnett moved that the rules be suspended and Master Joe Reister be made an Honorary Page for the Day.

Said motion was unanimously agreed to.

Mr. Archie R. Moore moved that the rules be suspended and the privilege of the floor extended to Mr. Blackwell of Providence, Ky.

Said motion was unanimously agreed to.

Mr. Clyde S. Howard moved that the rules be suspended and the privilege of the floor extended to the Honorable Sid Nobb, a former member of this body.

Said motion was unanimously agreed to.

Mr. Runyan moved that the rules be suspended and the privilege of the floor extended to Messrs. L. C. Farley, J. A. Runyan, F. M. Burke and J. E. Sanders.

Said motion was unanimously agreed to.

Mr. Clyde S. Howard moved that the rules be suspended and the privilege of the floor extended to Mr. and Mrs. A. J. Thaxton.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 430. An Act to amend Section 69.070, Kentucky Revised Statutes, so as to provide an additional Assistant Commonwealth's Attorney in counties having a population of 200,000 or more.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Kentucky Revised Statutes, Section 69.070 is hereby amended to read as follows: Appointment and salary of Assistant Commonwealth's Attorneys in counties having a population of 200,000 or more. In counties having a population of 200,000 or more, the Commonwealth's Attorney shall appoint a first, second and third Assistant Commonwealth's Attorney for terms of four years each, but they may be removed at any time by the Commonwealth's Attorney. Each Assistant Commonwealth's Attorney shall receive an annual salary of $4,000.00, payable out of the county levy in equal monthly installments.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	C. E. Baumgardner	Chas. W. Burnley
Sidney Baer	Isaac M. Blevins	A. H. Calvert
Levi Baker	Chas. J. Bronston	Paul Carter
Bernhardt Bauer	Mrs. Mary Burnett	Earl W. Christian

Robert Collins	J. Ernest Jones	Amos Runyan
Everett T. Cooper	L. H. Jones	Glenn Rushing
Horace T. Cull	Ercel Kozee	Mrs. Rutherford
B. G. Davidson	Harry K. Lowman	Dr. K. N. Salyer
G. I. Drury	W. E. McClure	D. B. Saylor
Kermit Dwyer	C. D. Moberly	Paul E. Shannon
Henry J. Giles	Archie R. Moore	James S. Shaw
Otto W. Goff	Davis Moore	Jesse H. Shelton
Henry C. Hale	Walter Moorman	Harry Smith
N. M. Hamilton	E. C. Mullins	John M. Spaulding
James P. Hanratty	Stanley Murphy	Chas. L. Spillman
Carson Hibbitts	T. A. Noe, Jr.	G. W. Steinford
E. R. Hilton	Joe E. Nunn	Albert Thomason
C. J. Holsclaw	J. H. Polsgrove	G. C. Thornton
Clyde S. Howard	L. W. Preston	W. R. Tipton
M. G. Howard	Hobart Rayburn	J. B. Veech
R. N. Hubbard	Ottis Roberts	Lawrence Watts
Ira W. Hulette	F. L. Robinson	Morris Weintraub
Kerby Jennings	Lilburn S. Rogers	Charles W. Wirsch
Paul S. Jonas		—70

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 370. An Act entitled an act providing a tax on Greyhound racing and providing how said tax shall be levied and collected and providing the means and method of levying and collecting same and providing penalties for the violation thereof; to provide for a Greyhound Racing Commission; to prescribe its powers and duties; to fix its compensation; to provide for holding elections; to provide for licensing such racing and apportioning the moneys derived therefrom; prescribing the hours within which such racing may be con-

ducted; to provide for the selling of combination or French pools within the enclosure of licensed race tracks; to provide penalties for the violation of this act and repealing any laws in conflict therewith.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Any corporation formed for the purpose of racing or breeding of Greyhounds and conducting races and contests of speed shall have the power and right, subject to the provisions of this act, to hold one or more race meetings in each year and to hold, maintain and conduct races at such meetings. At such meetings the corporation or the owners of greyhounds engaged in such races or others who are not participants in the racing may contribute purses, prizes, premiums or stakes to be contested for; but no person or persons other than the owner or owners of Greyhounds contesting in a race shall have any pecuniary interest in a prize, purse, premium or stake contested for in such race, or be entitled to, or receive any portion thereof, after such race shall have been finished; and the whole of such purse, prize or premium or stake shall be allotted in accordance with the terms and conditions of such race. Such meetings shall not be held expect during the period extending from the first day of May to the first day of November, inclusive in each year. Said races shall be held between the hours of 7:00 P. M. and 12:00 Midnight and no races are authorized or shall be permitted except during the period aforesaid.

2. A Greyhound Racing Commission is hereby established to consist of three persons to be appointed by the Governor. The members of said Commission shall hold their offices for a term of four years and the first Commission shall be appointed within twenty days after this act shall go into effect. The Governor will appoint a Secretary for said Commission who shall act for a period of two years whose duty it shall be to keep a full and faithful record of its proceedings and preserve at its general office all books, maps, docu-

ments and papers intrusted to its care and who shall perform such other duties as the Commission may prescribe. He shall be paid a salary to be fixed by the Commission at a rate not exceeding $3,000.00 per annum, which shall be paid by the several racing corporations or associations conducting racing in this State. The Commission shall bi-annually make a full report to the General Assembly of its proceedings for the two-year period ending with the first day of December preceding the meeting of the General Assembly and shall embody therein such suggestions and recommendations as it shall deem proper.

POWERS OF COMMISSION

3. Said Commission shall have the power to prescribe the rules, regulations and conditions under which racing shall be conducted in this State and no such races shall be conducted except by a corporation or association duly licensed by such commission as herein provided. Any corporation or association desiring to conduct such racing may annually apply to the Greyhound Racing Commission for a license to do so. If, in the judgment of the commission, a proper case for the issuance of such license is shown it may grant the same for a term of one year and such license shall contain a condition that all races or race meetings conducted thereunder shall be subject to the rules, regulations and conditions from time to time prescribed by the commission and shall be revokable by the commission for any violation thereof, or whenever the conduct of such licensee shall be deemed by the commission not conducive to the best interest of legitimate racing. But if a license is refused to any applicant or revoked by said commission it shall publicly state its reason for so doing and said reason shall be written in full in the minute book of said commission, which shall at all times be subject to inspection upon application of any interested person desiring so to do. Said finding of said commission revoking said permit or license shall be subject to review by a court of competent jurisdiction; provided that a refusal of the commission to grant to any racing association or corporation a license to operate or to assign to any racing association the requested number of

days in each year for racing at the track of such association or the decision of such commission refusing any license of any association or corporation applying for permits to operate in either event shall not be subject to review by the courts of this state.

4. Race meetings, at which racing shall be permitted for any stake, purse or reward except as allowed by this act, is hereby declared to be a public nuisance and any person acting or aiding therein shall be deemed guilty of misdemeanor and punished by a fine of not less than $500.00 nor more than $1,000.00 for each day of such meeting or racing and in addition thereto, in a suit brought for the purpose by the Greyhound Racing Commission in the Circuit Court of the county where it may be proposed to conduct such unauthorized racing, an injunction may be obtained against the operation of said race meeting.

5. At the time of making application for a permit, the applicant shall deposit with the Racing Commission a cash bond, certified check or bank draft payable to the order of the Racing Commission in an amount equal to $100.00 for each day excluding Sundays, petitioned for in said application. At the close of the last day of the Greyhound Racing Commission for which a permit has been issued as provided for in Section 6 of this Act, the Racing Commission shall refund to such permit holder the sum of $100.00 for each racing day the permit holder paid the Racing Commission the tax due for said day as provided for and at the rate stipulated by this Act; provided, however, if such permit holder has not paid to the Racing Commission the expenses and compensation of representatives assigned to his or its tract as provided for in this Act, the commission is authorized and directed to withhold such refund until the same has been paid. In the event, any full day's racing is declared off by the judges on account of inclement weather, muddy tract, or any essential part of said racing plant has been rendered unusable by fire, wind, riot or explosion or other cause, the Racing Commission shall refund to the permit holders the sum of $100.00 of their deposit for each day.

6. Upon the filing of an application accompanied by a permit fee or a cash bond, certified check or bank draft as herein provided by any person, association, trust or corporation not in default of payment of any obligation due to the Commonwealth of Kentucky under the provisions of this Act the Racing Commission may issue a permit to such applicant to hold or conduct Greyhound Racing as authorized in this Act. Such permit shall specify the person, association, trust or corporation to whom the same is issued, the dates upon which such Greyhound Racing meetings are to be held or conducted, the hours of such dates between which such Greyhound Racing shall be permitted, the location of the place, track or enclosure which such Greyhound Racing Meeting is to be held or conducted and shall in writing, evidence the receipt of the payment of the permit fee and the deposit of the cash bond, certified check or bank draft by applicant and if such permit is issued to such applicant it shall contain a condition that all Greyhound Racing Meetings conducted therein, shall be subject to the rules and regulations of the commission as then existing or as may be from time to time prescribed and promulgated by said Racing Commission. The commission may refuse to award dates or to issue a permit to any applicant if a permit has been previously issued to said applicant and revoked under the authority of this Act or for any cause by it deemed sufficient. Such permit may be suspended, diminished or revoked by the commission for any violation of this Act or of any rule of the commission made under authority of this Act, provided five days' written notice is mailed by registered mail to the permit holder which notice shall specify the charges, the time and place of hearing thereon at which hearing the permit holder shall be given the opportunity of presenting evidence and being represented by counsel and the Racing Commission shall immediately enter upon its record of proceedings a memorandum of its action in such suspension, diminution or revocation and its reasons therefor. Such permit shall be non-transferable and shall apply only to the place, track or enclosure specified in the permit.

7. Any person, association, trust or corporation holding a permit to conduct a Greyhound Racing Meeting, may pro-

vide a place or places in the racing grounds or enclosure at which they or it may conduct and supervise the combination, French pools, or certificate system of wagering by patrons of legal age on the Greyhound races conducted by such permit holders at such meeting. (Such combination, or French pool or certificate method of wagering upon Greyhound races held at or within such race track and at the time of such Greyhound Racing Meeting shall not be held or construed to be unlawful the Statutes of the Commonwealth of Kentucky, to the contrary notwithstanding.) Any law in conflict therewith is hereby repealed. No other place except that provided and designated by the permit holder or any method of betting or wagering except the combination or French pools or certificate system shall be used or permitted by the permit holder in which the combination or French pools or certificate system of wagering be conducted by the permit holder on any Greyhound races except the races at the race tracks grounds or enclosure for which the person, association, trust or corporation holds a permit. Each permit holder may retain as commission, not to exceed fifteen per cent of the total of all money wagered each day. The permit holder may also retain the odd cents of all redistributions to be made on all compensation or French pools or certificate system, contributions exceeding a sum equal to the next lowest multiple of ten cents. At the close of each racing day, the permit holder shall pay to the Racing Commission as a tax, three per cent of the total of all money wagered each day. In addition to the aforesaid taxes, each person, association, or corporation authorized to conduct race meetings under this Act shall pay to said Racing Commission fifteen per cent of all moneys received each day for admissions by persons attending said races. Said payment shall be accompanied by a report under oath showing the total of all said contributions and admissions on the races covered by such report and such other information as said commission may require. If any free passes or complimentary admission cards shall be issued to guests by any licensee, the licensee of such track shall pay to the commission the same tax upon such complimentary admission cards as if same were sold at the regular and usual rate; but nothing herein shall be con-

strued to prevent the issuance of tax free passes to officials and accredited newspaper men and actual employees of the licensee or other person engaged actually in working at such race track, provided, however, that the issuance of all such tax free passes shall be under the regulation or orders of the commission and a list of all officers and employees shall be filed with the commission. The tax herein imposed shall be in lieu of all license excise or occupational taxes to the Commonwealth of Kentucky, or any county, town or political subdivision thereof, except that when any racing meeting is held or conducted in any incorporated city or town, such city and town shall have the right to assess and collect an additional tax against any person, firm, association or corporation conducting Greyhound racing within its corporate limits not to exceed $50.00 per racing day.

8. All moneys collected from the three per cent commission as above referred to and all moneys collected from the sale of admission tickets as above referred to, shall be paid by the racing commission to the State Treasurer of the Commonwealth and said moneys when paid to the State Treasurer shall be allocated to and used for the general common school fund.

9. At least, eighty-five per cent of all persons connected with any race track authorized under this Act, including gatekeepers, announcers, and ushers shall be qualified electors of this Commonwealth of Kentucky, provided, that this section shall not apply to owners and trainers of racing Greyhounds.

10. After any corporation or association duly licensed by this commission has been operating Greyhound Racing in any county for a period of sixty days if the citizens of said county are dissatisfied with Greyhound Racing in said county, an election or referendum may be ordered by the legal voters of said county in number equal to twenty-five per cent of the votes cast therein at the last preceding election provided said number of voters shall sign a petition to that effect in the office and in the presence of the County Clerk of said county, who shall at the time said petition is signed determine whether said signer or signers are qualified voters of said county and

after the requisite number of voters have signed said petition, the County Clerk shall certify these facts to the County Judge, whose duty it shall be at the next regular term thereof, after receiving said petitions to make an order in his order book directing an election to be held in such county, to be effected thereby on some day named in said petition, no earlier than sixty days after said application is lodged with the judge of said court, which order shall direct the sheriff or court officer of said county who may be appointed to hold said election, to open a poll at each and all of the voting places in such county, city, town, district or precinct on said date for the purpose of taking the sense of the legal voters of such county who are qualified to vote at elections for county officers upon the proposition whether or not Greyhound Racing shall be conducted in said county.

11. It shall be the duty of the County Clerk to give to the sheriff of the county or such officer as may be appointed to hold said election a certified copy of the order of the county court as it appears on the order book within five days after said order is made; and it shall be the duty of said sheriff or other officer to have said order published in some weekly or daily paper published in the county for at least two weeks before the election and also to advertise the same by printed or written handbills posted at some conspicuous place in each precinct in the county for the same length of time when the election is held for the entire county; the sheriff or other officer shall have the advertisements and notices herein provided for, posted as herein required within seven days after he receives the order of the county court. All elections provided for in this act shall be held by such officers as would be qualified to hold elections for county officers and they shall be selected in the same way, and all elections provided for herein shall be held in accordance with the provisions of the general election laws of the state, except that they shall not be held on the same day with any regular, political nor within thirty days preceding or following any such regular, political election.

12. If it shall be found that a majority of the legal votes cast at any election herein provided for were given for or

against Greyhound Racing, it shall be the duty of the canvassing board to certify that fact which certificates shall be delivered to the clerk of the County Court and by him safely kept until the next regular term of the County Court at which term the judge thereof shall have the same spread on the order book and said entry of certificate in the order book or a certified copy thereof shall be prima facie evidence in any and all proceedings under this act.

13. The result of said election when so held under the provisions of this act shall determine the question for a period of five years and no election shall be held again in said county upon the subject for a period of five years thereafter.

14. If any section of this act shall be declared unconstitutional it shall only affect such section and not affect any other section of this act.

15. All acts or parts of acts in conflict herewith are to the extent of such conflict hereby repealed.

Mr. Weintraub offered the following amendments to said bill, viz.:

Amendment No. 1

Amend printed copy of House Bill No. 370 on page 2, section 1, lines 13 through 18.

Amend House Bill No. 370 by striking the last two sentences of Section 1, beginning with the word "Such" in line 13 and ending with the word "aforesaid" in line 18, and inserting in lieu thereof the following:

"Such meetings shall be held during the period extending from the first day of May to the first day of November, except in counties having horse racing said meetings shall not be held during a horse race meeting. Said races shall be held between the hours of 7 p. m. and 12 p. m., and no racing shall be permitted on Sunday. No minor shall be permitted to attend said races."

Amendment No. 2

Amend printed copy of House Bill No. 370 on page 3, Section 3, line 27.

Amend House Bill No. 370 by adding, at the end of Section 3 on page 3, beginning in line 27, the following additional sentence:

"The commission shall have the right to limit and restrict the number of licenses, and no license shall be issued at a location within fifty miles of another location for which a license has been issued."

Said amendments were each and severally agreed to.

Mr. Rayburn moved the Previous Question.

Whereupon, the Speaker Pro Tem announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provision of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Earl F. Ashcraft	Horace T. Cull	M. G. Howard
Sidney Baer	B. G. Davidson	Paul S. Jonas
Levi Baker	G. I. Drury	Ercel Kozee
Bernhardt Bauer	Kermit Dwyer	Harry K. Lowman
Fred Beshear	Otto W. Goff	E. H. Martin
Isaac M. Blevins	Henry C. Hale	C. D. Moberly
Chas. W. Burnley	N. M. Hamilton	Archie R. Moore
A. H. Calvert	James P. Hanratty	Davis Moore
Earl W. Christian	Carson Hibbitts	Fred H. Morgan
Robert Collins	C. J. Holsclaw	E. C. Mullins

T. A. Noe, Jr.	D. B. Saylor	Albert Thomason
Joe E. Nunn	LeRoy Saylor	W. R. Tipton
H. M. Pewitt	Paul E. Shannon	Wilford S. Travis
J. H. Polsgrove	Jesse H. Shelton	W. J. Ward
Hobart Rayburn	John M. Spaulding	Morris Weintraub
F. L. Robinson	Chas. L. Spillman	Rodney Whitlow
Amos Runyan	G. W. Steinford	Charles W. Wirsch
Glenn Rushing	John M. Stumbo	—53

Those who voted in the negative were—

Jason Alford	Laban P. Jackson	E. F. Prichard
C. E. Baumgardner	J. Ernest Jones	Ottis Roberts
Paul Carter	L. H. Jones	Lilburn S. Rogers
Henry J. Giles	Walter Moorman	James S. Shaw
E. R. Hilton	Stanley Murphy	Harry Smith
R. N. Hubbard	H. S. Overby	G. C. Thornton
Ira W. Hulette	L. W. Preston	J. B. Veech

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Resolved that the title thereof be as aforesaid.

Mr. Rayburn moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 319. An Act to repeal Section 28.450 of the Kentucky Revised Statutes and to enact in lieu thereof new provisions relating to compensation of Reporters for Circuit Courts of continuous session in counties having a population of less than 150,000.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 28.450 of the Kentucky Revised Statutes be and the same hereby is amended so that said Section as so amended shall read as follows, to wit:

"(1) Reporters for Circuit Courts of continuous session in counties having a population of less than 150,000 shall receive for their services in taking stenographic notes, a salary of not less than $1800.00 nor more than $2400.00 per annum, to be fixed by the Fiscal Court and paid in monthly installments, by the County.

"They shall receive for making original transcripts $.20 (twenty cents) per one hundred words. In civil actions involving less than $500.00 they shall receive $10.00 per day for taking stenographic notes of said actions and $.20 (twenty cents) per one hundred words for the original transcript thereof, which shall be paid forthwith by the party in whose behalf the record or transcript is ordered, and same shall be taxed as part of the costs of the action. In criminal cases the fee for making transcripts shall be paid by the county in which the court is held when the transcript is made upon motion of the Commonwealth. In cases where the offense is a misdemeanor the party asking for the Reporter's services shall pay for same at the rate of $10.00 per day. If the transcript is made upon motion of the defendant in a criminal case, he shall pay the fee therefor, unless the Court directs the Reporter to file a transcript upon the motion of a party suing in forma pauperis, in which event the fee shall be paid by the County.

"For duplicate copies of transcripts, Reporters of Circuit Courts of continuous session shall be allowed one-half the amount they are allowed for the original, to be paid for in the same manner as the original. If, however, a duplicate transcript is ordered by a second party, it shall be considered for all purposes the same as an original transcript, and shall be paid for at the original rate.

"(2) Court Reporters appointed and qualified under this Act, serving also as secretaries to the Circuit Judges of their respective counties in addition to their duties as Court Reporters, shall receive for such secretarial services a salary of not less than $1200.00 nor more than $2400.00 per annum, said

salary to be paid in monthly installments out of the State Treasury of the Commonwealth of Kentucky, directly to the Court Reporters of courts of continuous session.

"All acts and parts of acts in conflict herewith are hereby repealed."

Mr. Weintraub offered the following amendments to said bill, viz.:

Amendment No. 1

Amend printed copy of House Bill No. 319 on page 1, lines 6 and 7 by striking the figure "$1800.00" in line 6 and substituting in lieu thereof the figure "$3000.00"; and by striking the figure "$2400.00" in line 7 and substituting in lieu thereof the figure "$3600.00".

Amendment No. 2

Amend printed copy of House Bill No. 319 on page 2, section (2), lines 30 to 37, both inclusive by striking all of lines 30, 31, 32, 33, 34, 35, 36, and 37 on page 2 of the printed bill.

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Levi Baker	Fred Beshear
Earl F. Ashcraft	Bernhardt Bauer	Isaac M. Blevins
Sidney Baer	C. E. Baumgardner	A. H. Calvert

Earl W. Christian	Walter Moorman	James J. Shannon
Robert Collins	Fred H. Morgan	Paul E. Shannon
Everett T. Cooper	Stanley Murphy	James S. Shaw
B. G. Davidson	T. A. Noe, Jr.	Jesse H. Shelton
G. I. Drury	H. S. Overby	Harry Smith
N. M. Hamilton	H. C. Patterson	John M. Spaulding
James P. Hanratty	H. M. Pewitt	Chas. L. Spillman
Carson Hibbitts	J. H. Polsgrove	G. W. Steinford
E. R. Hilton	L. W. Preston	John M. Stumbo
Clyde S. Howard	E. F. Prichard	Albert Thomason
M. G. Howard	Hobart Rayburn	G. C. Thornton
R. N. Hubbard	Ottis Roberts	W. J. Ward
Ira W. Hulette	F. L. Robinson	Lawrence Watts
Kerby Jennings	Amos Runyan	Morris Weintraub
J. Ernest Jones	Glenn Rushing	Rodney Whitlow
C. D. Moberly	Mrs. Rutherford	G. F. Williamson
Archie R. Moore	D. B. Saylor	Charles W. Wirsch
Davis Moore		—61

Those who voted in the negative were—

E. C. Mullins W. R. Tipton —2

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a resolution entitled:

H. Res. No. 59. A Joint Resolution for the benefit of officers and employees of the Senate and House of Representatives; and declaring an emergency.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

Section 1. That there is hereby appropriated from the Legislative Session Fund additional allowances to cover necessary expenses for the following employees and officers of the Senate and House of Representatives, viz.: Assistant Clerks, Enrolling Clerks, sergeant-at-Arms, Doorkeepers, Cloakroom Keepers, Janitors and Pages, to that compensation provided in KRS 6.230, the sum of $13,098.00.

Section 2. That the Chief Clerk of the Senate shall requisition and the Commissioner of Finance shall draw a warrant for the sum of $6,216.00 on the State Treasurer of the Commonwealth of Kentucky in favor of the Chief Clerk of the Senate. Such Chief Clerk shall forthwith distribute such expense allowances on the basis of the number of days that such employees and officers served during the regular session of the General Assembly in the year 1948, the rate per day to be computed by said Chief Clerk and the Committee on Committees of the Senate on a pro rata basis of the amounts authorized to be paid them by KRS 6.230.

Section 2. The Chief Clerk of the House of Representatives shall requisition and the Commissioner of Finance shall draw a warrant for the sum of $6,882.00 on the State Treasurer of the Commonwealth of Kentucky in favor of the Chief Clerk of the House of Representatives. Such Chief Clerk shall forthwith distribute to the employees and officers of the House of Representatives such expense allowances on the basis of the number of days that such employees and officers served during the regular session of the General Assembly in 1948. The rate per day to be computed by the said Chief Clerk and the Speaker of the House of Representatives on a pro rata basis of the amounts authorized to be paid them by KRS 6.230.

All Acts or parts of Acts in conflict herewith to the extent of such conflict are hereby repealed.

Whereas, the General Assembly will within a short time adjourn and the employees and officers will depart for various sections of the State, an emergency is hereby declared to exist, and this resolution shall be effective from and after its passage and approval by the Governor of the Commonwealth of Kentucky.

Ordered that said resolution be read the third time.

The Constitutional provision as to the third reading of said resolution at length, being dispensed with, said resolution was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. J. Holsclaw	F. L. Robinson
Jason Alford	Clyde S. Howard	Lilburn S. Rogers
Earl F. Ashcraft	D. W. Howard	Amos Runyan
Sidney Baer	M. G. Howard	Glenn Rushing
Levi Baker	Laban P. Jackson	Mrs. Rutherford
Bernhardt Bauer	Kerby Jennings	Dr. K. N. Salyer
C. E. Baumgardner	Paul S. Jonas	D. B. Saylor
Fred Beshear	J. Ernest Jones	James J. Shannon
Isaac M. Blevins	Ercel Kozee	Paul E. Shannon
Chas. J. Bronston	Harry K. Lowman	James S. Shaw
Mrs. Mary Burnett	W. E. McClure	Jesse H. Shelton
Chas. W. Burnley	C. D. Moberly	Harry Smith
A. H. Calvert	Archie R. Moore	John M. Spaulding
Paul Carter	Davis Moore	Chas. L. Spillman
Earl W. Christian	Walter Moorman	G. W. Steinford
Robert Collins	Fred H. Morgan	John M. Stumbo
Everett T. Cooper	E. C. Mullins	Albert Thomason
Perry M. Cross	Stanley Murphy	G. C. Thornton
Horace T. Cull	T. A. Noe, Jr.	W. R. Tipton
B. G. Davidson	Joe E. Nunn	Wilford S. Travis
Owen Deering	H. S. Overby	J. B. Veech
G. I. Drury	H. C. Patterson	W. J. Ward
Kermit Dwyer	H. M. Pewitt	Lawrence Watts
Henry J. Giles	J. H. Polsgrove	Morris Weintraub
Otto W. Goff	L. W. Preston	Rodney Whitlow
Henry C. Hale	E. F. Prichard	G. F. Williamson
N. M. Hamilton	Hobart Rayburn	Charles W. Wirsch
Carson Hibbitts	Ottis Roberts	—83

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled bills of the following titles, viz.:

H. B. No. 212. An Act authorizing two or more counties to act jointly and cooperatively in the establishment and operation of a poorhouse or poor farm, or both.

H. B. No. 276. An Act to repeal, amend and re-enact Section 95.580, Kentucky Revised Statutes, relating to the policemen's and firemen's pension funds in cities of the second and third classes and fixing rate of tax and assessment and designating the source of said fund.

H. B. No. 271. An Act relating to holidays; providing that June 3rd, which is now observed as Confederate Memorial Day, shall also be observed as Jefferson Davis Day. This Act shall be known and cited as the "May-Goff Bill."

H. B. No. 86. An Act relating to audits of the accounts of city officers and departments, in cities of the second to fourth classes, inclusive.

H. B. No. 216. An Act to repeal Section 30.100 of the Kentucky Revised Statutes relating to the practice of law.

Thereupon all other business was suspended, said bills were read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker Pro Tem, in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bills to the Senate.

After a time the Enrolling Clerk aforesaid, delivered the original and enrolled copies of said bills duly signed by the

President of the Senate into the possession of the Chief Clerk of this House.

Ordered that the Chief Clerk deliver said bills to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 334. An Act relating to the admission of persons to practice law in this state.

With Committee amendments thereto.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

The rules and regulations prescribed by the Court of Appeals regulating the admission of persons to practice law in this state shall include the following provisions:

Any applicant for admission to the Bar of this state who has completed the full legal course required by the University of Kentucky School of Law, or the University of Louisville School of Law, and has graduated from either of those schools with the LL.B. Degree, and who possess the other prescribed qualifications for admission to the Bar of this state and is not subject to any disqualification which would preclude him from taking the examination for admission to the Bar shall not be required to take the examination for admission to the Bar. Upon production of his diploma for the LL.B. Degree, and upon satisfactory proof that he meets the other prescribed qualifications, such person shall, by order of the Court of Appeals upon his motion, be admitted to the Bar of this State and enrolled as a member thereof.

Said Committee amendments to said bill are as follows, viz.:

Committee Amendment No. 1. Amend printed copy of House Bill No. 334, line 5, strike out words beginning on line 5 "required by the University of Kentucky School of Law or the University of Louisville School of Law, and has also graduated from either of those schools with the LL.B. Degree,"

And inserting in lieu thereof on line 5 after the word "course",

"required by any law school located in Kentucky, approved by the American Bar Association, and has graduated from such school with the LL.B. Degree,"

Committee Amendment No. 2. Amend House Bill No. 334, on page 1, by adding after line 15, the following clause:

"Whereas, persons graduating from law schools in the normal course of procedure, prior to the regular effective date prescribed by the Constitution for legislative Acts of the present General Assembly will be required to wait a period of several months before being admitted to the Bar, with the result that they will be deprived of the means of livelihood for which they are qualified and the public will be deprived of their services, an emergency is declared to exist and this Act shall take effect upon its passage and approval by the Governor."

Mr. Burnley moved that the House do now adopt said Committee Amendment No. 1 to said bill.

Said motion was disagreed to.

And thereupon said Committee Amendment No. 1 was disagreed to.

Mr. Burnley moved that the House do now adopt said Committee Amendment No. 2 to said bill.

Said motion was agreed to.

And thereupon said Committee Amendment No. 2 was agreed to.

Mr. Weintraub offered the following amendments to said bill, viz.:

Amendment No. 3. Amend printed copy of House Bill No. 334, on page 1, line 6, by inserting after the word "Law," and before the word "and" on line 6 of the printed bill the words: "or any school of law having equivalent or higher standards located in this or any other state, and which school of law is recognized and accredited by such state as an approved law school for the purpose of legal education requirements."

Amendment No. 4. Amend printed copy of House Bill No. 334, on page 1, line 7, by striking the word "either" in line 7 of the printed bill and substituting in lieu thereof the word "any".

Amendment No. 5. Amend printed copy of House Bill No. 334, on page 1, by adding at the end thereof the following additional paragraph:

"Students of law who were eligible to take the Bar examination, prior to their induction into the Armed Forces of the United States during World War II, who honorably served in the Armed Forces and were honorably discharged from the same, shall be granted a license to practice law in Kentucky, without examination. This paragraph shall embrace only those students who were, at the time of their induction into the Armed Forces, residents of Kentucky."

Said amendments Nos. 3, 4 and 5 to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same hav-

ing been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	E. R. Hilton	Ottis Roberts
Jason Alford	C. J. Holsclaw	F. L. Robinson
Earl F. Ashcraft	D. W. Howard	Amos Runyan
Sidney Baer	M. G. Howard	Glenn Rushing
Levi Baker	Ira W. Hulette	Mrs. Rutherford
Bernhardt Bauer	Laban P. Jackson	Dr. K. N. Salyer
C. E. Baumgardner	Kerby Jennings	D. B. Saylor
Fred Beshear	Paul S. Jonas	LeRoy Saylor
Isaac M. Blevins	J. Ernest Jones	James J. Shannon
Chas. J. Bronston	L. H. Jones	Paul E. Shannon
Mrs. Mary Burnett	Ercel Kozee	Jesse H. Shelton
A. H. Calvert	Harry K. Lowman	Harry Smith
Paul Carter	W. E. McClure	John M. Spaulding
Earl W. Christian	E. H. Martin	Chas. L. Spillman
Robert Collins	Archie R. Moore	G. W. Steinford
Everett T. Cooper	Davis Moore	John M. Stumbo
Perry M. Cross	Walter Moorman	G. C. Thornton
Horace T. Cull	Fred H. Morgan	Wilford S. Travis
G. I. Drury	E. C. Mullins	J. B. Veech
Kermit Dwyer	H. C. Patterson	W. J. Ward
Henry J. Giles	H. M. Pewitt	Lawrence Watts
Otto W. Goff	J. H. Polsgrove	Morris Weintraub
Henry C. Hale	L. W. Preston	Rodney Whitlow
Carson Hibbitts	Hobart Rayburn	Charles W. Wirsch

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Those who voted in the negative were—

B. G. Davidson	T. A. Noe, Jr.	E. F. Prichard
N. M. Hamilton	Joe E. Nunn	Lilburn S. Rogers
James P. Hanratty	H. S. Overby	James S. Shaw

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Resolved that the title thereof be as aforesaid.

Mr. Ashcraft moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed a bill which originated in that body of the following title, viz.:

S. B. No. 262. An Act relating to unemployment compensation.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. That section KRS 341.050 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

COVERED EMPLOYMENT. (1) As used in this chapter, unless the context clearly requires otherwise and subject to the other provisions of this section, "covered employment" means service, including service in interstate commerce, performed for wages or under any contract of hire, written or oral, express or implied in which the relationship of the individual performing such service and the employing unit for which such services are rendered is, as to those services, the legal relationship of employer and employe.

(2) "Covered employment" includes a worker's entire service performed within or both within and without this state if:

(a) The service is localized in this state; or

(b) The service is not localized in any state, but some of the service is performed in this state, and:

1. The base of operations, or, if there is no base of operations, then the place from which such service is directed or controlled, is in this state; or

2. The base of operations or place from which such service is directed or controlled is not in any state in which some

part of the service is performed, but the worker's residence is in this state.

(3) Services not covered under subsections (1) or (2) of this section, and performed entirely without this state, with respect to no part of which contributions are required and paid under an unemployment compensation law of any other state or of the Federal Government, are covered employment if the worker performing them is a resident of this state and if the commission approves the election of the employing unit for which they are performed that the entire service of such worker shall be deemed to be covered employment.

(4) Service shall be deemed to be localized within a state if:

(a) The service is performed entirely within such state; or

(b) The service is performed both within and without such state, but the service performed without such state is incidental to the worker's service within the state, for example, is temporary or transitory in nature or consists of isolated transactions.

(5) Unless the employing unit thereof has elected that such services become covered employment under the provisions of subsection (3) of KRS 341.250, "covered employment" does not include:

(a) Agricultural labor;

(b) Domestic service in a private home;

(c) Service performed in the employ of this state, or any political subdivision thereof or of any of its municipalities;

(d) Service performed in the employ of any other state or of any political subdivision thereof, or of the United States Government, and services performed in the employ of a corporation or agency created under an Act of Congress and engaged in the performance of a governmental function and the employes of which are compensated out of funds appropriated by Congress;

(e) Service with respect to which unemployment compensation is payable under an unemployment compensation system established by an Act of Congress. The commission

shall enter into agreements with the proper agencies under such Act of Congress, which agreements shall become effective ten days after publication thereof in the manner provided in KRS 341.140 for general rules, to provide reciprocal treatment to workers who have, after acquiring potential rights to benefits under this chapter, acquired rights to unemployment compensation under such Act of Congress, or who have, after acquiring potential rights to unemployment compensation under such Act of Congress, acquired rights to benefits under this chapter;

(f) Service performed by a worker in the employ of his son, daughter, or spouse and service performed by a child under the age of twenty-one in the employ of his father or mother;

(g) Service performed in the employ of a corporation, community chest, fund or foundation, organized and operated exclusively for religious, charitable, scientific, literary, or educational purposes or for the prevention of cruelty to children or animals, no part of the net earnings of which inures to the benefit of any private shareholder or individual and no substantial part of the activities of which is carrying on propaganda, or otherwise attempting to influence legislation;

(h) Service performed as a student nurse in the employ of a hospital or nurse's training school by a worker who is enrolled and is regularly attending classes in a nurses' training school chartered or approved pursuant to the laws of this state; and service performed as an interne in the employ of a hospital by a worker who has completed a four years' course in a medical school chartered or approved pursuant to the laws of this state;

(i) Service performed by a worker for an employing unit as an insurance agent or an insurance solicitor, if all such service performed by such worker for such employing unit is performed for remuneration solely by way of commission;

(j) Service performed by a worker under the age of eighteen in the delivery or distribution of newspapers or shopping news, not including delivery or distribution to any point for subsequent delivery or distribution; or

(k) Service performed by a full-time student who is regularly attending classes at a school, college or university.

Section 2. That section KRS 341.070 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

SUBJECT EMPLOYER. As used in this chapter, unless the context clearly requires otherwise, "subject employer" means:

(1) Any employing unit which, in each of three calendar quarters in the preceding calendar year, had in covered employment four or more workers (whether or not the same workers), to as many as four of whom at least fifty dollars in wages was payable to each with respect to such covered employment in each such quarter.

(2) Any employing unit which for some portion of a day (but not necessarily simultaneously) in each of twenty different weeks (whether or not such weeks are consecutive) within either the current or the preceding calendar year, has or had in covered employment eight or more workers (whether the same workers are or were employed in each such day).

(3) Any employing unit that succeeds to the organization, trade or business of another employing unit which at the time of such succession is a subject employer; and any employing unit which succeeds to the organization, trade or business of any previously separate portion of another employing unit, which portion, if treated as a separate employing unit, would be, at the time of the succession, a subject employer under subsections (1) or (2) of this section.

(4) Any employing unit that succeeds to any of the assets of a subject employer's business by any means whatever, otherwise than in the ordinary course of trade, is a subject employer if the commission finds that:

(a) The transferee has continued or resumed the business of the transferor, either in the same establishment or elsewhere; and

(b) The transferee has employed substantially the same workers as those the transferor had employed in connection with the assets acquired; and

(c) The transferee has acquired a previously separate portion of the transferor's assets, which portion, if treated as a separate employing unit, would be, at the time of the succession, a subject employer under subsections (1) or (2) of this section.

(5) Any other employing unit which has elected to become subject to this chapter, pursuant to subsection (3) of KRS 341.250.

(6) Any employing unit which has in covered employment within this state workers subject to the Federal Unemployment Tax Act.

(7) Any employing unit which, having become a subject employer under subsections (1) to (6) of this section, has not ceased to be a subject employer under KRS 341.250.

Section 3. That section 341.090 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

BASE PERIOD, BENEFIT YEAR AND BASE-PERIOD WAGES. As used in this chapter, unless the context clearly requires otherwise:

(1) "Base period" means the first four of the last five completed calendar quarters immediately preceding the first day of a worker's benefit year.

(2) "Benefit year." "Benefit year" for any workers means the period of time beginning with the date as of which he first files a valid claim for benefits and ending one full year later, and thereafter, the period of time beginning with the date as of which he next files a valid claim for benefits after the termination of the last preceding benefit year and ending one full year later, except that any claim filed as of February 29 of any year shall be construed to have been filed as of February 28 of such year. As used in this subsection "valid claim" means any initial claim for benefits if the worker has satisfied the conditions required under subsection (5) of KRS 341.350.

(3) "Base-period wages" means the wages paid to a worker during his base period by subject employers for covered employment. The commission may, with respect to this

subsection, consider wages paid to mean wages payable in order to prevent inequities in particular cases.

Section 4. That section 341.160 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

PERSONNEL. Subject to KRS 341.130, and to other provisions of this chapter, the commission, with the approval of the Commissioner of Economic Security, is authorized, subject to the provisions of KRS Chapters 12, 42 and 45, to appoint, fix the compensation and prescribe the duties and powers of such officers, accountants, attorneys, experts, examiners, referees and other persons as may be necessary in the performance of its duties under this chapter. All positions shall be filled by persons selected and appointed on a non-partisan merit basis. The commission shall not employ or pay any person who is an officer or committee member of any political party organization. The commission may, by written orders, delegate to any such person so appointed such power and authority as it deems reasonable and proper for the effective administration of this chapter.

Section 5. That section 341.250 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

EMPLOYER'S COVERAGE; PERIOD; TERMINATION; ELECTION OF LIABILITY. (1) Any employing unit that becomes subject to this chapter within any calendar year shall be considered a subject employer during the whole of that calendar year, except as specifically provided in subsections (3) and (4) of this section or elsewhere in this chapter.

(2) Except as provided in subsections (3) and (5) of this section, a subject employer shall cease to be a subject employer only as of the first day of January of any calendar year if he files with the commission, prior to the first day of March of that year, a written application for termination of coverage, and the commission finds that the covered employment performed for such subject employer within the preceding calendar year was not sufficient to render an employing unit a subject employer under subsections (1), (2), (3),

(4) and (6) of KRS 341.070. The commission may, however, after notifying such employer in writing at his last known address, terminate the coverage of any subject employer as of the first day of January of any calendar year if it finds that such subject employer has had no individuals in covered employment in this state at any time during the three preceding calendar years, and the balance of such employer's reserve account may be immediately transferred to the pooled account.

(3) (a) Any employing unit not otherwise subject to this chapter that files with the commission its written election to become a subject employer for not less than two calendar years shall, with the written approval of such election by the commission, become subject hereto to the same extent as all other subject employers, as of the date stated in such approval, but not with respect to the period previous to such date. Such subject employer shall cease to be subject hereto as of January 1 of any calendar year subsequent to such two calendar years, only if prior to March 1 of such year, it has filed with the commission a written notice to that effect.

(b) Any employing unit for which services that do not constitute covered employment are performed, may file with the commission a written election that all such services performed by individuals in its employ in one or more distinct establishments or places of business shall be considered to constitute covered employment by a subject employer for all the purposes of this chapter for not less than two calendar years. Upon written approval of such election by the commission, such services shall be considered to constitute covered employment from and after the date stated in such approval, but not with respect to the period previous to such date. Such services shall cease to be considered covered employment subject hereto as of January 1 of a calendar year subsequent to such two calendar years, only if prior to March 1 of such year such employing unit has filed with the commission a written notice to that effect.

(4) An employing unit that becomes a subject employer under subsections (3) or (4) of KRS 341.070, shall become subject as of the date of acquisition.

(5) Notwithstanding the provisions of subsections (1), (2) and (3) of this section any subject employer whose entire reserve account has been transferred to a successor in interest as provided for in KRS 341.540 shall immediately cease to be a subject employer and shall thereafter become a subject employer only upon his future employment experience.

Section 6. That section 341.270 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

DETERMINATION OF EMPLOYER'S CONTRIBUTION RATE. (1) Each subject employer's contribution rate shall be two and seven-tenths percent except as otherwise provided in this section.

(2) For the year 1942 and for each calendar year thereafter the rate applicable to each subject employer shall be two and seven-tenths percent unless contributions were payable to his account with respect to the three consecutive years immediately preceding the computation date, and no subject employer's rate shall be less than two and seven-tenths percent unless funds were available throughout the preceding year, from which benefits could have been payable from his account, to any worker in his employ who became unemployed and eligible.

(3) For the year 1948 and each calendar year thereafter each subject employer's rate shall, except as provided in KRS 341.560, be determined by the commission upon the basis of his actual experience in the payment of contributions paid and credited to his reserve account and with respect to benefits charged against that account. If, as of the computation date, the balance of that account equals or exceeds five times the largest amount of benefits charged against it within any one of the three years last preceding the computation date, his contribution rate shall be:

(a) One and eight-tenths percent if such balance equals or exceeds three and thirty-three one-hundredths percent but is less than four and eighteen one-hundredths percent of that part of the payroll or payrolls by which contributions to that account were measured for the thirty-six months last preceding the computation date;

(b) Nine-tenths of one percent if such balance equals or exceeds four and eighteen one-hundredths percent but is less than five percent of that part of the payroll or payrolls by which contributions to that account were measured for the thirty-six months last preceding the computation date;

(c) Zero if such balance equals or exceeds five percent of that part of the payroll or payrolls by which contributions to that account were measured for the thirty-six months last preceding the computation date.

(4) The commission may by regulation prescribe the computation date for determining rates applicable to any calendar year. "Computation date" means the date, occurring at least once in each calendar year and within twenty-seven weeks prior to the effective date of new rates of contributions, as of which those rates are computed.

(5) "Balance" as used in this section and KRS 341.530 to 341.560 means the total of all contributions paid and credited to a reserve account plus the total of all benefits charged in accordance with subsection (2) of KRS 341.550, against the pooled account because of the exhaustion, as of a computation date, of such reserve account less the total of all benefits charged against that reserve account.

Section 7. UNEMPLOYMENT COMPENSATION CONTINGENT FUND. There is hereby created in the State Treasury a special fund to be known as the Unemployment Compensation Contingent Fund to which shall be credited all fines, penalties, and interest on delinquent contributions collected under KRS 341.300. All amounts in this fund are hereby continuously appropriated, without regard to fiscal years, for the administration of KRS Chapter 341. The State Treasurer shall maintain a separate record of all money received for the Unemployment Compensation Contingent Fund under this section. This money shall not be expended or available for expenditure in any manner that would permit its substitution for, or a corresponding reduction in, Federal funds that would be available in its absence to finance expenditures for the administration of KRS Chapter 341, and immediately upon receipt of administrative grants from the appropriate

agency of the Federal government to cover administrative cost for which the commission has authorized and made expenditures from this fund, such grants shall be transferred to this fund to the extent necessary to reimburse such fund for the amount of such expenditures. The commission, with the prior approval of the Commissioner of Economic Security, may, by order duly entered in its minutes, use the money in this fund to cover expenditures necessary for the administration of KRS Chapter 341 for which Federal funds have been duly requested but not received or to supplement Federal funds which are, in the opinion of the commission, insufficient to properly administer KRS Chapter 341. The commission may also, by order duly entered in its minutes, authorize to be charged against such fund any expenditures it deems proper and desirable for the administration of KRS Chapter 341 and replace any money necessary under the provisions of KRS 341.610, if it states in such order that no other funds are available or can properly be used to finance such expenditures.

Section 8. That section 341.300 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

PENALTY ON UNPAID CONTRIBUTIONS; COLLECTIONS. (1) Contributions unpaid on the date on which they are due and payable, as prescribed by the commission, shall be subject to a penalty at the rate of one percent per month or fraction thereof from and after such date until payment is received by the commission. These penalties shall be paid into the Unemployment Compensation Contingent Fund.

(2) If, after due notice, any subject employer defaults in any payment of contributions or penalties thereon, the amount due shall be collected by civil action in the name of the state, and the subject employer adjudged in default shall pay the cost of the action. Civil actions brought under this section shall be heard by the court at the earliest possible date and shall be entitled to preference upon the calendar of the court over all other civil actions except petitions for judicial review under this chapter and cases arising under the Workmen's Compensation Law.

Section 9. That section 341.310 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

LIEN ON EMPLOYER'S PROPERTY FOR CONTRIBUTIONS. (1) A lien on a parity with state, county, and municipal ad valorem tax liens, and superior to the lien of any mortgage or other encumbrance heretofore or hereafter created is hereby created in favor of the commission upon all property of any subject employer from whom contributions, interest or penalties are or may hereafter become due. This lien shall be for a sum equal to the amount at any time due from each subject employer to the commission on account of contributions, interest and penalties thereon. The lien shall commence from such time as the contributions, interest or penalties become due. No action to enforce the lien created herein shall be brought after the expiration of five years after the date of filing the notice of lien.

(2) The commission may file notice of this lien with the county court clerk of any county where the subject employer has property, giving the name of the subject employer, his address, and the amount of the lien. The clerk shall file same in the same manner as lis pendens are filed. The files shall be designated "Miscellaneous State Tax Liens." The notice, when so filed, shall be conclusive notice to all persons of the lien on the property having legal situs in that county, except that nothing in this chapter shall be construed to alter or change in any way the law relative to the rights and duties of a holder in due course as provided in KRS Chapter 356, or affect the rights of any person taking the property or a lien thereon for value without actual or constructive notice. The clerk shall be entitled to a fee of $1.25 for filing the lien, and said fee shall become a part of the lien as an added cost of the delinquent subject employer to be paid by him as a part of the amount necessary to release the lien, and in no event shall the Commonwealth or the commission be required to pay same.

(3) In addition and as an alternative to any other remedy, the commission may enforce the lien by petition in the name of this state to the circuit court of Franklin County,

if the ministerial acts necessary to enforce the lien by the sale of the liened property or any part of it are performed by the appropriate officers of the circuit court of the county in which the property is situated under the direction of and reporting to the Franklin circuit court. The manner of enforcement shall be the same as that provided for the enforcement of other tax liens.

Section 10. That section 341.330 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

ADJUSTMENT OR REFUND TO EMPLOYING UNIT. Not later than five years after the date on which any contributions or penalties were paid, an employing unit which has paid such contributions or penalties may make application for an adjustment in connection with subsequent contribution payments, or for a refund thereof because such adjustment cannot be made. If the commission determines that such contributions or penalties or any portion thereof were erroneously collected, the commission shall allow the employing unit to make an adjustment thereof, without interest, in connection with subsequent contribution payments by it; or, if such adjustment cannot be made, the commission shall refund the amount, without interest, from the funds into which such contributions or penalties were paid. For like cause and within the same period adjustment or refund may be so made on the commission's own initiative.

Section 11. That section 341.350 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

CONDITIONS OF QUALIFICATION FOR BENEFITS. An unemployed worker shall, except as provided in KRS 341.360 and 341.370, be eligible for benefits with respect to any week of unemployment only if it has been found by the commission that:

(1) He has made a claim for benefits;

(2) He has registered for work with respect to such week in accordance with regulations prescribed by the commission;

(3) He is physically and mentally able to work;

(4) He is available for suitable work;

(5) His base-period wages are not less than three hundred dollars; and

(6) He has served a waiting period of one week of unemployment within his benefit year. No week of unemployment shall be counted as a waiting period unless the worker has satisfied the conditions of subsections (1), (2), (3), (4) and (5) of this section.

Section 12. That section 341.370 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

CONDITIONS OF BENEFIT DISQUALIFICATION. (1) A worker shall be disqualified from receiving benefits or serving a waiting period for not less than one nor more than sixteen weeks immediately following the commission of any of the following disqualifying acts, if, according to the circumstances in each case, the commission finds that:

(a) Subsequent to his most recent work, he has failed without good cause either to apply for available, suitable work when so directed by the employment office or the commission, or to accept suitable work when offered him, or to return to his customary self-employment when so directed by the commission;

(b) He has left his most recent suitable work voluntarily without good cause; or

(c) He has been discharged for misconduct connected with his most recent work, but legitimate activity in connection with labor organizations or failure to join a company union shall not be construed as misconduct.

(2) A worker shall be disqualified from receiving benefits or serving a waiting period for the duration of any period of unemployment with respect to which the commission finds that:

(a) He was discharged for dishonesty in connection with his most recent work;

(b) He voluntarily quit his most recent work to marry, or for the purpose of attending school, or to become self-employed.

(3) A worker shall be disqualified from receiving benefits for any week with respect to which the commission finds that he knowingly made a false statement to establish his right to or the amount of his benefits, and for such additional weeks during his benefit year as the commission may determine according to the circumstances in each case.

(4) No worker shall be disqualified under paragraph (b) or (c) of subsection (1) or subsection (2) of this section unless the employer, within a reasonable time as prescribed by commission regulation, notifies the commission and the worker in writing of the alleged voluntary quitting or the discharge for misconduct.

(5) As used in this section, "most recent" work shall be construed as that work which occurred after the first day of the worker's base period and which last preceded the week of unemployment with respect to which benefits are claimed; except that, if the commission finds that the work last preceding such week of unemployment was intermittent or temporary in nature, most recent work may be construed as that work last preceding such intermittent or temporary work.

Section 13. That section 341.380 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

PAYMENT OF BENEFITS; AMOUNT. (1) All benefits shall be paid through employment offices, or such other agencies designated by regulation of the commission. Claims for all payments of benefits shall be made in accordance with regulations of the commission.

(2) Benefits payable to an eligible worker, whose benefit year begins on or after April 1, 1948, for weeks of unemployment shall, except as provided in KRS 341.390, be at the benefit rate in Column "C" of Table "A" which appears on the same line with the "Base-Period Wages" of the worker as shown in Column "B" of the same table.

(3) The maximum amount of benefits payable to any worker within any benefit year shall be the amount in Column "D" of Table "A" which appears on the same line with the "Base-Period Wages" of such worker as shown in Column "B" of the same table.

TABLE A

Wages Class (A)	Base-Period Wages (B)	Benefit Rate (C)	Maximum Amount (D)
0	Less than—$ 300.00	$ 0.00	$ 0.00
1	$ 300.00— 349.99	7.00	154.00
2	350.00— 399.99	8.00	176.00
3	400.00— 479.99	9.00	198.00
4	480.00— 554.99	10.00	220.00
5	550.00— 654.99	11.00	242.00
6	655.00— 754.99	12.00	264.00
7	755.00— 854.99	13.00	286.00
8	855.00— 979.99	14.00	308.00
9	980.00— 1,104.99	15.00	330.00
10	1,105.00— 1,229.99	16.00	352.00
11	1,230.00— 1,379.99	17.00	374.00
12	1,380.00— 1,554.99	18.00	396.00
13	1,555.00— 1,754.99	19.00	418.00
14	1,755.00 or over	20.00	440.00

Section 14. That section 341.390 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

DEDUCTIONS FROM BENEFITS. There shall be deducted from the benefit rate determined for a worker in accordance with subsection (2) of KRS 341.380:

(1) Eighty percent, adjusted to the nearest multiple of one dollar, of the amount of wages earned by such worker during the week of unemployment with respect to which he claims benefits; and

(2) The amount of remuneration which the worker has received or is receiving with respect to such week of unem-

ployment (adjusted to the nearest multiple of one dollar) in the form of remuneration in lieu of notice.

Section 15. That section 341.410 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

DETERMINATION OF CLAIM; NOTIFICATION OF INTERESTED PARTIES. The commission acting through its duly authorized representatives shall determine the validity of each claim and, if benefits are allowed, shall notify all interested parties. If benefits are denied the commission shall notify the claimant. The commission may, at any time within a claimant's benefit year, make such further determinations as may affect the claimant's eligibility for benefits or may set aside, reconsider, modify, or amend a determination at any time on the basis of additional information or to correct a clerical mistake. The commission may by regulation prescribe what constitutes a determination as used in this section and in subsections (2) and (3) of KRS 341.420.

Section 16. That section 341.420 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

APPOINTMENT OF REFEREES; APPEALS TO. (1) The commission shall appoint one or more impartial referees according to KRS 341.160 to hear and decide appealed claims.

(2) A party to a determination may file an appeal to a referee as to any matter therein within ten days after the date such determination was mailed to his last known address.

(3) If benefits are allowed by a determination but the record of the case indicates that a disqualification under KRS 341.360 or 341.370 has been alleged, or may exist, benefits shall not be paid prior to the expiration of the period for appeal as provided in paragraph (2) of this section. No benefits may be paid during any time that an appeal is pending or prior to the expiration of the period for appeal, except that, if a referee affirms a determination allowing benefits, they shall be paid until or unless the decision of the referee is

reversed by the commission. If benefits are paid pursuant to a decision of the referee that is finally reversed in any subsequent proceedings with respect thereto, no employer's account shall be charged with benefits so paid but such benefits shall be charged against the pooled account.

(4) Unless such appeal is withdrawn, a referee, after affording the parties reasonable opportunity for a fair hearing, shall affirm or modify the determination. The parties shall be duly notified of his decision, together with the reasons therefor, which shall be deemed to be the final decision of the commission, unless within ten days after the date of mailing of such decision, further appeal is initiated under KRS 341.430.

Section 17. That section 341.450 of the Kentucky Revised Statutes be repealed and re-enacted, so that when reenacted the same shall read as follows:

JUDICIAL REVIEW. (1) Except as provided in KRS 341.460, within twenty days after the decision of the commission, any party aggrieved thereby may, after exhausting his remedies before the commission, secure judicial review thereof by filing a petition for review against the commission in the circuit court of the county in which the claimant was last employed by a subject employer whose reserve account is affected by such claims. Any other party to the proceeding before the commission shall be made a defendant in such action. The petition shall state fully the grounds upon which review is sought, assign all errors relied on, and shall be verified by the petitioner. The petitioner shall furnish copies thereof for each defendant to the commission, which shall deliver one copy to each defendant.

(2) Summons shall issue upon the petition directing the commission to file answer within fifteen days after service thereof. Such summons shall be served upon a member of the commission, or upon such person as the commission designates, and such service shall be deemed complete service upon all members of the commission. The commission may be represented by any qualified attorney designated by the commission for that purpose or, at the request of the commission,

by the Attorney-General. With its answer, the commission shall certify and file with the court all documents and papers, and a transcript of all testimony taken in the matter, and orders made therein, together with its findings of fact and decision therein. If consented to by the petitioner and the adverse party, an abstract of any portion of the record may be certified by the commission in lieu of certifying such portion of the record in full. The commission may certify to the court questions of law involved in any decision by it.

(3) Such actions, and the questions so certified, shall be heard by the court in a summary manner upon the record certified by the commission. The court shall enter judgment affirming, modifying, or setting aside the order and the decision appealed from, or determining the question of law certified to it by the commission, and may in advance of judgment, remand the case to the commission for further proceedings in accordance with the direction of the court.

(4) An appeal may be taken from the decision of the circuit court to the Court of Appeals, in the same manner, but not inconsistent with the provisions of this chapter, as is provided in equity cases.

(5) It shall not be necessary, in any judicial proceeding under this section or KRS 341.460 to have entered exceptions to the rulings of the commission, and no bond shall be required for entering such appeal. Upon the final determination of such judicial proceeding, the commission shall enter an order in accordance with such determination. A petition for judicial review shall not act as a supersedeas or stay unless the commission shall so order.

Section 18. That section 341.460 of the Kentucky Revised Statutes be repealed and re-enacted, so that when reenacted the same shall read as follows:

APPEAL TO FRANKLIN CIRCUIT COURT. (1) In all cases of appeals arising under subsection (1) of KRS 341.360 court review may be had as provided in KRS 341.450 except that review shall be had to the Franklin Circuit Court.

(2) A claimant who has been denied benefits under subsection (1) of KRS 341.360 may appeal for himself and for

and on behalf of all other claimants similarly situated within that establishment or other establishments whose claims were denied by reason of the same alleged labor dispute or strike. An employer may appeal to the Franklin Circuit Court from the decision of the commission allowing benefits under subsection (1) of KRS 341.360 and all the workers in his establishment may be joined in such appeal.

Section 19. That section 341.490 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

UNEMPLOYMENT INSURANCE FUND, ESTABLISHMENT AND CONTROL. (1) There shall be a special fund known as the Unemployment Insurance Fund which shall be administered separate and apart from all public money or funds of this state. This fund shall consist of:

(a) All contributions and money collected under this chapter, except those imposed under KRS 341.290 and fines, penalties, and interest on delinquent contributions collected under KRS 341.300;

(b) Interest earned upon any money in the fund;

(c) Any property or securities acquired through the use of money belonging to the fund; and

(d) All earnings of such property or securities.

(2) Subject to this chapter, the commission may have full power, authority and jurisdiction over the fund, including all money and property or securities belonging thereto, and may perform any act necessary or convenient in the administration thereof consistent with this chapter.

Section 20. INVESTMENT OF FUNDS. Such money in the Unemployment Compensation Administration Fund, collected under KRS 341.290, and the Unemployment Compensation Contingent Fund, as the commission, with the approval of the Commissioner of Economic Security, may prescribe and direct shall be invested by the State Treasurer in bonds and other interest bearing obligations of the United States of America. Such investments shall at all times be so made that all the assets of the funds shall always be readily

convertible into cash when needed for the administration of this chapter. The State Treasurer shall dispose of securities or other property belonging to such funds only under the direction of the commission, with the prior approval of the Commissioner of Economic Security.

Section 21. That section 341.530 of the Kentucky Revised Statutes be repealed and re-enacted, so that when re-enacted the same shall read as follows:

EMPLOYER RESERVE ACCOUNTS. (1) The commission shall maintain within the fund a separate reserve account for each subject employer, and shall, except as provided in KRS 341.560, credit to such account the total amount of all contributions paid by the employer on his own behalf. The liability of each such account shall be limited to the payment of benefits to eligible workers.

(2) Except as provided in subsection (3) of this section the benefits paid to an eligible worker for a week of unemployment shall be charged proportionately against the accounts of those of his subject employers from whom he has base-period wages. The proportion so used shall be that ratio which is obtained by dividing the base-period wages of a worker from such employer by the total base-period wages of such worker, adjusted to the nearest multiple of one per-cent. For the purpose of this subsection a fractional part of a cent shall be disregarded unless it amounts to one-half cent or more, in which case it shall be increased to one cent.

(3) Notwithstanding the provisions of subsection (2) of this section, benefits paid to an eligible worker and chargeable to an employer's reserve account under such subsection shall be charged against the pooled account if the commission finds that such worker was discharged by such employer for misconduct connected with his most recent work for such employer, or voluntarily left his most recent work with such employer without good cause attributable to the employment, and the employer within a reasonable time, as prescribed by commission regulation, notifies the commission, in writing, of the alleged voluntary quitting or discharge for misconduct. This subsection shall be inoperative after March 31, 1950, unless extended by legislative action.

(4) Each subject employer's reserve account shall, unless terminated or exhausted as of the computation date (as defined in subsection (5) of KRS 341.270) be charged with all benefits paid to eligible workers which are chargeable to such reserve account under subsection (2) of this section. A subject employer's reserve account shall be deemed to be terminated if he has ceased to be subject to this chapter and his account has been closed and any balance remaining therein has been credited to the fund's pooled account or to a successor's account as provided in KRS 341.540.

(5) Any subject employer may at any time make voluntary payments, additional to the contributions required under KRS 341.260 and 341.270 to his reserve account, according to the general rules established by the commission.

Section 22. That section 341.550 of the Kentucky Revised Statutes be repealed and re-enacted, so that when reenacted the same shall read as follows:

POOLED ACCOUNT. (1) The commission shall maintain within the fund a pooled account, mingled and undivided, to which shall be credited:

(a) All worker contributions;

(b) The emergency amounts diverted from the subject employers' contributions as provided in KRS 341.560;

(c) All realized earnings and gains on investments of the fund;

(d) Except as provided in KRS 341.540, any balance remaining in the reserve account of any previously subject employer after such employer has ceased to be subject to this chapter;

(e) Any payments into or amounts in the fund not allocable to any employer's reserve account; and

(f) Any payments collected under subsection (3) of this section.

(2) Except as provided in KRS 341.420 and subsection (3) of this section, benefits shall be charged against the pooled account only if and to the extent that a subject employer's reserve account does not, as of the computation date (as

defined in subsection (5) of KRS 341.270), equal the maximum amount of benefits then due and chargeable against such account as provided in this chapter. To the extent that money in the pooled account is sufficient therefor, the commission shall pay any benefits otherwise due but not payable because of the complete exhaustion as of such computation date of the subject employer's reserve account.

(3) Any benefits paid through error shall be charged against the pooled account. The repayment of benefits paid erroneously as provided in subsection (8) of KRS 341.990 shall be credited to the pooled account. The pooled account shall be credited with any sums deducted from future benefits as provided in subsection (8) of KRS 341.990.

Section 23. That section 341.570 of the Kentucky Revised Statutes be repealed and re-enacted, so that when reenacted it shall read as follows:

REPRESENTATION IN COURT; EXPENSES OF SUIT. (1) In any civil action to enforce the provisions of this chapter or in which the commission is an interested party, the commission and this state may be represented by any qualified attorney who is designated by the Executive Director and approved by the Governor for that purpose. The expenses and compensation of such special attorney and any experts employed in connection with such proceedings shall be considered a proper cost of the administration of this chapter.

(2) All criminal actions for violation of any provisions of this chapter, or of any rules or regulations issued under it, shall be prosecuted by the Attorney-General of this state, or, at his request and under his direction, by the county attorney of any county in which the employing unit has a place of business or the violator resides.

Section 24. That section 341.660 of the Kentucky Revised Statutes is amended to read as follows:

PLEDGE OF FUNDS ACCUMULATING UNDER KRS 341.290, AND RENTS; USE OF SURPLUS. (1) All funds which accumulate under KRS 341.290 from and after July 1, 1946, are hereby set aside and pledged as a separate and special fund to be used and applied in the payment of

interest on and principal of the bonds provided for in KRS 341.630 and KRS 341.640. In addition thereto, upon the occupancy by the commission of any building constructed with the proceeds of the bonds herein referred to, the commission shall, by resolution, set aside and pledge in a separate account in the Unemployment Compensation Administration fund all monies received thenceforth from any agencies of the Federal Government which are designated to be paid as rental for the occupancy of such building. Such resolution shall also pledge that the commission will properly maintain and operate said building and carry sufficient insurance thereon to secure the payment of said bonds in the event said building should be damaged or destroyed. Provided, however, that all or any portion of the separate and special fund until encumbered by the issuance of the bonds provided for in KRS 341.630 and KRS 341.640 or any portion of such fund which may be released by any means whatsoever from any encumbrance heretofore made may, by order of the commission, be used or pledged for the purpose of carrying out the provisions of KRS 341.630 or may be used for administrative purposes.

(2) After such bonds are issued, in the event any surplus shall be accumulated in said special fund in excess of the amount of interest and principal payments coming due in the next calendar year, any such surplus shall be used to pay off and retire outstanding bonds.

Section 25. That paragraph (b) of the item headed DEPARTMENT OF INDUSTRIAL RELATIONS of PART TWO of House Bill No. 5 of the 1948 General Assembly is repealed.

Section 26. Unless otherwise specified the provisions of this Act shall become effective on April 1, 1948, and none of the provisions herein shall change or effect any determinations made by the commission prior to that date or determinations which will become effective prior to that date.

Section 27. DECLARATION OF AN EMERGENCY. Whereas, the effective administration of KRS Chapter 341 requires that the foregoing changes be made effective as near as possible to the beginning of the calendar year, an emer-

gency is hereby declared to exist and this Act shall become effective upon its passage and approval by the Governor.

Ordered that said bill be printed and referred to the Committee on Rules.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 345. An Act relating to the development of public libraries in Kentucky and appropriating money therefor.

Said bill is as follows, viz.:

Whereas, two-thirds of the area of Kentucky has no local public library facilities; and

Whereas, nine-tenths of the funds expended for local public library service in the other one-third of the state are expended in the large urban areas; and

Whereas, a state appropriation is essential to eventually enable the furnishing of local public library service throughout the state.

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

There is hereby appropriated out of the General Expenditure Fund in the State Treasury, to the Library Extension Division of the Department of Library and Archives, the sum of $25,000 per year for each of the fiscal years 1948-1949 and 1949-1950, for the purpose of public library development in Kentucky. The funds so appropriated shall be expended for aiding in the establishment, extension and development of local public library facilities (exclusive of library maintenance and library buildings, equipment and furniture), through demonstrations, educational programs, technical as-

sistance, promotional work and such other methods and services as will best accomplish the purpose.

Mrs. Rutherford offered the following amendment to said bill, viz.:

Amend printed copy of House Bill No. 345 on page 2, lines 7, 8, 9 and 10 by striking from line 7, after the word "facilities" the words "(exclusive of library maintenance and" and by striking all of lines 8, 9 and 10 and inserting in lieu thereof the following: "through demonstrations and the operation of bookmobiles in rural areas."

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length at third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provision of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Perry M. Cross	Kerby Jennings
Jason Alford	Horace T. Cull	Paul S. Jonas
Earl F. Ashcraft	B. G. Davidson	J. Ernest Jones
Sidney Baer	G. I. Drury	L. H. Jones
Levi Baker	Kermit Dwyer	Ercel Kozee
Fred Beshear	Otto W. Goff	Harry K. Lowman
Isaac M. Blevins	N. M. Hamilton	W. E. McClure
Chas. J. Bronston	Carson Hibbitts	C. D. Moberly
Mrs. Mary Burnett	C. J. Holsclaw	Archie R. Moore
Chas. W. Burnley	Clyde S. Howard	Davis Moore
A. H. Calvert	D. W. Howard	Walter Moorman
Paul Carter	R. N. Hubbard	Fred H. Morgan
Earl W. Christian	Ira W. Hulette	E. C. Mullins
Everett T. Cooper	Laban P. Jackson	Stanley Murphy

T. A. Noe, Jr.	Amos Runyan	John M. Spaulding
H. S. Overby	Glenn Rushing	Chas. L. Spillman
H. C. Patterson	Mrs. Rutherford	G. C. Thornton
J. H. Polsgrove	Dr. K. N. Salyer	Wilford S. Travis
L. W. Preston	D. B. Saylor	J. B. Veech
E. F. Prichard	LeRoy Saylor	W. J. Ward
Hobart Rayburn	James J. Shannon	Morris Weintraub
Ottis Roberts	Paul E. Shannon	Rodney Whitlow
F. L. Robinson	James S. Shaw	G. F. Williamson
Lilburn S. Rogers	Harry Smith	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mrs. Rutherford moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Burnley moved that the House do now adjourn to meet again at 1 o'clock, p. m., Wednesday, March 10, 1948.

Said motion was agreed to.

And then the House adjourned.

WEDNESDAY, MARCH 10, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend Joseph A. O'Dwyer, pastor of the Church of the Good Shepherd, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Earl F. Ashcraft	Bernhardt Bauer
Jason Alford	Sidney Baer	C. E. Baumgardner
Roy W. Arnold	Levi Baker	Fred Beshear

Isaac M. Blevins
Chas. J. Bronston
Mrs. Mary Burnett
Chas. W. Burnley
A. H. Calvert
Paul Carter
Earl W. Christian
Robert Collins
Everett T. Cooper
Perry M. Cross
Horace T. Cull
B. G. Davidson
Owen Deering
G. I. Drury
Kermit Dwyer
Henry J. Giles
Otto W. Goff
Henry C. Hale
N. M. Hamilton
James P. Hanratty
Dennis Henderson
Carson Hibbitts
E. R. Hilton
C. J. Holsclaw
Clyde S. Howard
D. W. Howard
M. G. Howard
R. N. Hubbard
Ira W. Hulette
Kerby Jennings
Paul S. Jonas
J. Ernest Jones
L. H. Jones
Ercel Kozee
Harry K. Lowman
Ed Marcum
E. H. Martin
C. D. Moberly
Archie R. Moore
Davis Moore
Walter Moorman
Fred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
Joe E. Nunn
H. S. Overby
H. C. Patterson
H. M. Pewitt
J. H. Polsgrove
E. F. Prichard
Hobart Rayburn
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
Glenn Rushing
Mrs. Rutherford
Dr. K. N. Salyer
D. B. Saylor
LeRoy Saylor
James J. Shannon
Paul E. Shannon
Jesse H. Shelton
Harry Smith
John M. Spaulding
Chas. L. Spillman
G. W. Steinford
John M. Stumbo
Albert Thomason
G. C. Thornton
W. R. Tipton
Wilford S. Travis
J. B. Veech
W. J. Ward
Lawrence Watts
Morris Weintraub
Lynn Boyd Wells
Rodney Whitlow
G. F. Williamson
Charles W. Wirsch
Mr. Speaker

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Tuesday, March 9, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

Mr. Steinford moved that the privilege of the floor be extended to Mrs. Paul Shannon.

Said motion was agreed to.

Mr. Steinford moved that little Miss Maureen Shannon be made an Honorary Page for the day.

Said motion was agreed to.

Mr. Holsclaw moved that the privilege of the floor be extended to Messrs. J. A. Runyan, Ervin Sanders and Thurman Hibbitts.

Said motion was agreed to.

Mr. J. Ernest Jones moved that the privilege of the floor be extended to Miss Mary Spillman, daughter of the Honorable Charles L. Spillman, a member of this body.

Said motion was agreed to.

Mr. Bauer moved that the privilege of the floor be extended to Mr. L. K. Rice, Mrs. Wills and Mr. Croffier.

Said motion was agreed to.

Mr. Arnold moved that Master Norman B. Arnold be made an Honorary Page for the day.

Said motion was agreed to.

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

S. B. No. 47. An Act amending and re-enacting KRS 132.630 relating to compensation of county tax commissioner, deputies, appraisers and assistants in counties containing city of first class.

Thereupon all other business was suspended, said bill was read at length and compared in open session, and found to be correctly enrolled and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bill be delivered to the Enrolling Clerk of the Senate.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 10, 1948

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

Senate Bill	196	Senate Bill	166
Senate Bill	197	House Bill	337
Senate Bill	199	Senate Bill	71
Senate Bill	229	Senate Bill	256
Senate Bill	238	Senate Bill	62
Senate Bill	135	House Bill	412
Senate Bill	141	House Bill	352
Senate Bill	157	House Bill	433
House Res.	58	House Res.	64
Senate Bill	262	House Bill	249
Senate Bill	249	House Bill	348
Senate Bill	259	Senate Bill	285
House Bill	442	Senate Res.	41

A majority of the Rules Committee today has reported the following bills and resolutions to be acted upon in the Orders of the Day:

House Bill	360	Senate Bill	132
House Bill	294	House Bill	48
House Bill	222	House Bill	351

House Bill	310	Senate Bill	195
House Bill	293	House Bill	261
Senate Bill	48	Senate Bill	219
House Bill	411	Senate Bill	243
House Bill	8	House Bill	415
Senate Bill	147	Senate Res.	56
House Res.	53	Senate Res.	31
House Bill	313	Senate Bill	233
Senate Bill	156	Senate Bill	234
Senate Bill	98	Senate Bill	235
Senate Bill	204	Senate Bill	237
Senate Bill	173	Senate Bill	160
Senate Bill	213	House Res.	19
House Bill	257	House Bill	304
House Bill	234	House Bill	386
House Bill	317	House Res.	55
House Bill	355	House Bill	226

Very truly yours,

(Signed) T. Herbert Tinsley,
Speaker

Bills and resolutions of the following titles were introduced, viz.:

By Messrs. Holsclaw and Burnley.

H. B. No. 464. An Act relating to the annexation by cities of areas included in sanitation districts organized under Chapter 220 of the Kentucky Revised Statutes; providing that such cities shall be liable for the debts and liabilities of the district or part thereof annexed, including revenue bonds and all other bonds and obligations; providing for the ownership of the property and right of such district or part thereof, and defining the effect of such annexation on sewer rentals and obligations of sewer users; providing for the dissolution of such districts where the whole area of the district is annexed; prescribing conditions under which such city shall contribute a share of the cost of operation and maintenance of sewage disposal plants or systems by the district; authorizing the

city to discontinue the use of the sewage disposal plant or system of the district and thereby obtain relief from contributing to the cost of its operation and maintenance; amending and re-enacting Section 220.530 of the Kentucky Revised Statutes; defining the effect of this Act upon other laws in conflict therewith; declaring the provisions of this Act to be severable and declaring an emergency.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1.

Section 220.530 of the Kentucky Revised Statutes is amended and re-enacted to read as follows:

220.530 (2062g-54) Annexation of District and Part of District by City.

(1) Where a city annexes an entire sanitation district organized under this Chapter, the city shall be liable from and after the date of such annexation for all of the debts and liabilities of such district, including, but not by way of limitation, all revenue bonds and all debts and liabilities secured by revenues of the dstrict, and all other bonded and floating debt of the district, and such debts and liabilities shall be payable out of the general funds of the city, and such city shall be the owner of all the property and rights of the district, and the users of sewers in the district shall be relieved from any further rentals and obligations, except that if the territory in the district becomes part of the territory in a metropolitan sewer district formed under Chapter 76 of the Kentucky Revised Statutes, such users shall pay the regular charges of such metropolitan sewer district, and the sanitation district shall thereupon be automatically dissolved.

(2) If only a portion of the sanitation district is annexed, the city shall be the owner of all the sewers within the annexed portion, and shall be liable from and after the date of such annexation for a proportionate part of the debts and liabilities of the district, as same are enumerated above in Subsection (1) such part to be determined by the ratio that

the amount of rentals within the territory annexed bears to the amount of rentals in the entire district. Such city shall in the same proportion contribute a proportionate share to the cost of the operation and maintenance of a sewerage disposal plant or system as long as such plant or system is used by the property within the annexed area; the users of sewers in the annexed area shall be relieved from any further rentals or obligations to the sanitation district, and if they become part of a metropolitan sewer district shall pay the regular charges of the metropolitan sewer district.

(3) Any city annexing a portion of a sanitation district may furnish seweage disposal for the portion of the district annexed and discontinue the use of the sewage disposal plant or system of the district, and in that event the city shall be relieved from any further contribution toward the cost of operation or maintenance of the sewage disposal plant or system of the district.

Section 2.

In the event of any conflict between this Act, and particularly that portion which provides that cities annexing sanitation districts or parts thereof shall be liable for the debts and liabilities of such districts, as specified above in Subsection (1), and any law relating to the annexation of territory by cities, this Act shall prevail to the extent of such conflict, and, if necessary, annexation proceedings shall be delayed or restricted as to area to the extent necessary to permit the full assumption of such debts and liabilities by the annexing city.

Section 3.

If any part of this Act is held to be unconstitutional or invalid, that fact shall not affect or render invalid the remainder or any other part of this Act, it being the intention of the General Assembly, in enacting this Act, to enact each section, subsection, clause, provision and part thereof separately.

Section 4.

Whereas, it is possible that proceedings of cities to annex areas included in sanitation districts organized under Chap-

ter 220 of the Kentucky Revised Statutes may be completed within less than ninety days from the last day of this session of the General Assembly, and the result of such proceedings, under the existing law, will be to leave such sanitation districts and the property owners therein liable for extensive debts and obligations heretofore incurred by such districts without any correcponding benefit being conferred upon such districts and property owners therein by reason of such annexation, an emergency is declared to exist and this act shall become effective immediately upon its passage and its approval by the Governor.

By Mr. Calvert.

H. B. No. 465. An Act relating to parole; amending KRS 439.110 and repealing KRS 439.105 and 439.106.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 439.110 of the Kentucky Revised Statutes is amended to read as follows:

(1) Except as provided in subsection (4) of this section, after any prisoner serving a sentence of ten years or less or sentences aggregating ten years or less has been confined in the penitentiary for one-half of the sentence or sentences imposed upon him by the judgment of the court in which he was convicted and sentenced, he may apply for a parole with the department.

(2) Except as provided in subsection (4) of this section, after any prisoner serving a sentence or sentences, aggregating more than ten years and not more than twenty-one years, has been confined in the penitentiary for at least six years of the sentence or sentences imposed upon him by the judgment of the court in which he was convicted and sentenced, he may apply for a parole with the department.

(3) Persons convicted for life or persons sentenced for more than twenty-one years to the penitentiary shall not

apply for a parole until eight years have elapsed since the prisoner was confined in the penitentiary.

(4) Any prisoner serving a sentence of fifteen years or less, or sentences aggregating fifteen years or less, who was never confined in a penal institution on a felony charge prior to the date on which the sentence was imposed, may apply for a parole with the Department after he has been confined in the penitentiary for one-third of the sentence or sentences imposed upon him by the judgment of the court in which he was convicted and sentenced, provided that he must have served a minimum of six months.

Section 2. Sections 439.105 and 439.106 of the Kentucky Revised Statutes are repealed.

Section 3. Whereas, doubt, confusion and uncertainty exists as to what laws are applicable to the granting of paroles, an emergency is declared to exist and this Act shall take effect upon its passage and approval by the Governor.

By Mr. Baer.

H. B. No. 466. An Act concerning installment payments of public improvement tax assessments in cities of the first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section I. Section 93.480 of the Kentucky Revised Statutes is amended, and as so amended, shall read:

(1) The legislative body in cities of the first class, may, by ordinance, provide that improvement taxes, assessed and levied on the property liable therefor, be payable in cash, without interest, within thirty days, or in ten equal installments, at the option of the propery owners.

(2) Where such installment payments are authorized by the city legislative body, and where the improvement shall have been completed and accepted, and the cost thereof ap-

portioned and the improvement tax therefor levied and assessed on the property and persons liable therefor, the director of finance shall give notice by publishing on three separate days a notice of said assessment and levy in a newspaper of general circulation in said cities, requiring all persons to pay such improvement tax within thirty days from the date of assessment of the cost thereof, or exercise their option in the manner provided by law.

Section II. Whereas there are assessments in the hands of the directors of finance in first class cities, not authorized to be paid in installments, which otherwise would have to be advertised at a considerable expense, an emergency is declared to exist and this bill shall become law upon the approval of the Governor.

By Mr. Drury.

H. B. No. 467. An Act to regulate taxicabs in cities of the third, fourth, fifth and sixth classes.

Said bill is as follows, viz.:

Whereas, the cities of the first and second classes have ordinances regulating the operation of taxicabs, and

Whereas, the cities of the third, fourth, fifth and sixth classes, and unincorporated towns in counties not containing a city of the first or second class, do not have adequate regulating ordinances,

Therefore, for the purpose of regulating taxicabs in such areas:

Be it enacted by the General Assembly of the Commonwealth of Kentucky, that:

Before any person shall operate any taxicab for the transportation of persons for hire over any public highway in this state, in cities of the third, fourth, fifth and sixth classes, and unincorporated areas in counties not containing a city of the first or second class, or on any highway within this state other than highways located in counties containing

cities of the first or second class, he shall first obtain a certificate of public convenience and necessity from the Division of Motor Transportation of this state. Before the Division shall issue a certificate the person seeking it shall file with the Division an application, in such form as the Division requires, setting forth, among other matters, the name and residence of the applicant, the name of the chief officer if the applicant is a corporation, and the names of the members, if the applicant is a partnership, the number and description of the vehicles to be used, the place where the applicant proposes to operate, and a list of all drivers employed or to be employed. If any changes are made in the drivers or any additional drivers are employed, the operator shall furnish a list thereof to the Division. Certificates shall be renewed at such times, in such manner and upon such conditions as the Division prescribes. Each taxicab shall have the name of the owner printed or painted on each side of the vehicle.

The Division shall hold a public hearing on the application and shall within a reasonable time fix the time and place for a hearing. At least ten days before the hearing the Division shall mail written notice of the hearing, and of the right to file a protest in accordance with the requirements of the Division, to the applicant, to each common carrier, including steam and electric railway companies, and to other taxicab operators serving any part of the territory to be served by the applicant.

At the time fixed in the notice or at such time thereafter as the Division determines, the Division shall hold a public hearing on the application, except as provided in Subsection (2) of KRS 281.090. Any person having an interest in the subject matter may, in accordance with the rules prescribed therefor by the Division, file a protest to the granting in whole or in part, of the application, make representations, and introduce evidence in support of the protest.

In granting or refusing to grant a certificate, the Division shall take into consideration the effect that the proposed operation may have upon public transportation business and falicities of every character within the territory sought to be served by the applicant, whether existing transportation

service is adequate, the public need for the service the applicant proposes to render, the ability of the applicant efficiently to perform the service, and the probable effect upon the highways and upon the safety of the public using the highways. No certificate shall be granted unless the applicant establishes by competent evidence that such authority is required by public convenience and necessity.

If it appears that the applicant was engaged in operating taxicabs on January 1, 1948, as the word "taxicab" is defined by Section 281.010 KRS, and has been continuously so engaged since that date, the Director of the Division of Motor Transportation shall issue to said applicant a certificate of public convenience and necessity authorizing said applicant to engage in operating only the number of taxicabs which the applicant had duly licensed by the Director of the Division of Motor Transportation of the Commonwealth of Kentucky on the first day of January, 1948, provided that the applicant files application for a certificate for the operation of said taxicabs within thirty (30) days from the effective date of this act. The Director shall not issue a certificate to any person, firm or corporation to operate any number of taxicabs greater than the number of taxicabs that the applicant was operating on January 1, 1948, without a public hearing on the application, as hereinabove provided, and the establishment by competent evidence that such authority for additional taxicabs is required by public convenience and necessity.

The provisions of Sections 281.050, 281.090, 281.100, 281.120, 281.130, 281.290, 281.300, 281.400, 281.410, 281.420, 281.430, 281.440, 81.460 and 281.990 shall apply to taxicabs operating under certificates of public convenience and necessity as provided in this act.

No provision of this act shall apply to, or affect in any way, any person or taxicab licensed by any city of the first or second class, nor prevent any taxicab licensed in any city of the first or second class from operating over any highway in this state.

By Mr. Christian.

H. B. No. 468. An Act repealing and re-enacting Section 297.350 Kentucky Revised Statutes pertaining to payments by domestic life insurance companies for expenses relating to the deposit of securities.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 297.350 of the Kentucky Revised Statutes be, and the same is, hereby repealed and reenacted so that as reenacted said Section shall read as follows:

(1) The domestic life insurance companies shall, for the purpose of paying the necessary expenses relating to the deposit of securities, including the salary of the custodian and the premiums on his bond, pay to the Director of the Division of Insurance, a total each month of four hundred twenty-five dollars. This sum shall be allocated among the domestic life insurance companies as follows: Each company shall pay a minimum of twenty-five dollars monthly. If such payments do not aggregate four hundred twenty-five dollars, the amount necessary to bring the total payments to four hundred twenty-five dollars shall be paid by the companies in the proportion which each company's deposit bears to the total deposited by all the companies.

(2) The money thus paid in shall be deposited in the State Treasury and shall be used first in paying the salary of the custodian and the premiums on his bond, and the balance shall be used in paying other necessary expenses incident to maintaining an office in any county containing a city of the first class.

(3) The total gross expenses of the custodian's office shall not exceed five thousand one hundred dollars per annum, and the total gross contributions of the companies, including the twenty-five dollar monthly assessments, shall not exceed five thousand one hundred dollars per annum.

H. B. No. 469. An Act relating to judicial districts; transferring the County of Muhlenburg from the thirty-

eighth judicial district to the seventh judicial district; and providing for the terms of court in such district.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. The seventh judicial district shall hereafter be composed of the counties of Logan, Simpson, Todd and Muhlenberg.

2. The thirty-eight judicial district shall hereafter be composed of the counties of Butler, Edmonson and Ohio.

3. The terms of court for the counties of Logan, Simpson, Todd, Butler, Edmonson and Ohio shall be as now provided in KRS 23.050.

4. The regular terms of court in Muhlenberg County shall commence in such county at the following named time, and continue, if the business requires it, the number of days hereinafter prescribed:

Muhlenberg county at Greenville, on the first Monday in January, twenty-four juridical days; on the third Monday in April, 12 juridical days, and on the first Monday in October, twenty-four juridical days.

By Mr. Adams.

H. B. No. 470. An Act relating to poisons and preparations used as exterminators of rats and mice.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. It shall be unlawful for any person to sell, advertise for sale or give away, or otherwise dispose of any preparation, substance or liquid or mixture intended and designed for the destruction or extermination of mice or rats, which

contains any poisonous substance which is injurious or fatal to cats, dogs or other domestic animals or fowls.

§ 2. This Act shall not prohibit the sale of substances containing Red Squill, or any similar substance which is officially certified by the State Board of Health, or the Agricultural Experiment Station of the University of Kentucky, not to contain any substance or poison which is injurious or fatal to dogs, cats or other domestic animals or fowls.

§ 3. All the powers of inspectors and agents of the State Board of Health enumerated under KRS 217.110 shall extend to the enforcement of this Act to the extent same are applicable.

§ 4. Any person found guilty of violation of this Act shall be punished by a fine of not less than twenty-five dollars nor more than two hundred dollars, or by imprisonment in the county jail for a period not exceeding sixty days. The sale or gift of each package or container of the preparation or substance herein prohibited shall be considered a separate offense and punished accordingly.

By Mr. Goff.

H. B. No. 471. An Act relating to the working of prisoners outside of the walls of the prison; amending KRS 197.140.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 197.140 of the Kentucky Revised Statutes is amended to read as follows:

No prisoner who has been sentenced for rape, attempted rape, detaining a woman against her will, or who has escaped or attempted to escape, or who has been convicted and sentenced more than twice, or who has been convicted of highway robbery or bank robbery, shall be worked or released for work outside of the walls of the prison. No prisoner who has been sentenced to life imprisonment shall be worked or re-

leased for work out side of the walls of the prison until he has actually served within the walls of the prison for at least one year of his sentence.

By Mr. Hanratty.

H. B. No. 472. An Act relating to the board of supervisors of cities of the third class; amending subsection (1) of Section 92.480 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (1) of Section 92.480 of the Kentucky Revised Statutes is amended to read as follows:

(1) The board of supervisors of each city of the third class shall convene in the council hall on any date during the year in which property is listed by owners for taxation purposes, or on the first Monday in February in the next succeeding year, or at some later date not later than the first Monday in April. Opon convening, the board shall proceed to the discharge of its duties. The assessor shall meet with the board and act as its clerk. The board shall supervise all assessments, and see that all property is assessed at its fair cash value, taking into consideration the width, depth and location of all lots, and the cost and condition of improvements and personal property.

By Mr. Arnold.

H. B. No. 473. An Act relating to the working at hard labor of persons sentenced to the county jail.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

When any able-bodied male person has been sentenced to imprisonment in the county jail, he may be compelled by

the jailer to work at hard labor under similar terms and conditions to those prescribed in KRS 441.120 to 441.200, regardless of whether the sentence or judgment expressly provides that the defendant shall work at hard labor.

By Mr. Ashcraft.

H. Res. No. 68. A Joint Resolution authorizing the payment of the claim of Clarence Miller for expenses incurred as Commissioner of Finance of the Commonwealth of Kentucky and appropriating the necessary sum to pay said claim out of the General Fund.

Said resolution is as follows, viz.:

Whereas Clarence Miller as Commissioner of Finance did employ counsel to represent him in certain actions pending against him in the Franklin Circuit Court being Actions Nos. 33842 and 33843 therein, and;

Whereas said Clarence Miller, Commissioner or Finance, thereby incurred a liability in the amount of One Thousand, Five Hundred, Fifty-three ($1,553.43) Dollars and Forty-three Cents as necessary attorney fees and costs in said action;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That there is hereby appropriated out of the General Fund the sum of One Thousand, Five Hundred, Fifty-three ($1,553.43) Dollars and Forty-three Cents for the purpose of paying the claim of Clarence Miller for expenses of attorney fees and court costs necessarily incurred by him in the defense in Actions Nos. 33842 and 33843 on the docket of the Franklin Circuit Court, and which claim is identified by the title of this resolution, and said contract of employment entered into on the ..... day of ....., 19....., is approved, and the Department of Finance is directed to draw its warrant upon the State Treasurer in favor of said Clarence

Miller for said sum of One Thousand, Five Hundred, Fifty-three ($1,553.43) Dollars and Forty-three Cents, and the State Treasurer is directed to honor said warrant and issue its check to said Clarence Miller for said sum of One Thousand, Five Hundred, Fifty-three ($1,553.43) Dollars and Forty-three Cents payable out of the General Fund.

By Mr. Burnley.

H. Res. No. 69. A Joint Resolution repealing, amending and re-enacting Section 1 of Chapter 267 of the Acts of the General Assembly of Kentucky at its regular session 1942, and approved by the Governor March 2, 1942, so as to enable the Governor within his discretion to renew Interstate Compacts to Conserve Oil and Gas, etc.

Said resolution is as follows, viz.:

A Joint Resolution ratifying and approving the interstate compact to conserve oil and gas as herein set out, authorizing the Governor of the State to execute an agreement to enable this State to become a member thereof, prescribing the form of the agreement, designating the Governor of this State as the authorized representative upon the interstate oil compact commission, authorizing and enabling him to appoint an assistant representative, prescribing procedure for the withdrawal from the compact, and declaring an emergency.

Whereas on the 16th day of February, 1935, the States of Colorado, Illinois, Kansas, New Mexico, Olklahoma and Texas entered into an interstate agreement known as the Interstate Compact to Conserve Oil and Gas, which agreement signed by the proper officials of these States is now on deposit with the Department of State of the United States in Washington, D. C., said agreement, unless extended, terminating on September 1, 1937;

And Whereas by agreements duly entered into by said States pursuant to legislative authority said Compact has been extended from time to time and is now in full force and effect;

And Whereas said Interstate Compact to Conserve Oil and Gas provides as follows: "Any oil-producing State may become a party hereto by affixing its signature to a counterpart to be similarly deposited, certified and ratified;

And Whereas it is deemed advisable that the Commonwealth of Kentucky join and become a member of the Interstate Compact to Conserve Oil and Gas as now constituted:

Now, therefore, be it resolved by the General Assembly of the Commonwealth of Kentucky that:

Section 1 of Chapter 267 of the Acts of the General Assembly for 1942 regular session, be repealed, amended and re-enacted so that said section shall read as follows:

Section 1. The Interstate Compact to Conserve Oil and Gas entered into by the Governors of the States of Colorado, Illinois, Kansas, New Mexico, Oklahoma and Texas, and the representatives of certain other oil producing States, at Dallas, Texas, on the 16th day of February, 1935, and extended as aforesaid, is hereby ratified, approved and confirmed by the Commonwealth of Kentucky and the Governor of this Commonwealth is hereby authorized, empowered and directed to affix its signature to a counterpart of said Interstate Compact to Conserve Oil and Gas, or any renewal thereof within the Governor's discretion, and have a certified copy of same, or a copy of any renewal of the Compact deposited with the Department of State of the United States in Washington, D. C., as provided by Article VIII of said Compact.

Ordered that said bills and said resolutions be printed and referred to the Committee on Rules.

Mr. Davis Moore moved that the rules be suspended and the privilege of the floor be extended to Mrs. John M. Spaulding, wife of the Honorable John M. Spaulding, a member of this body.

Said motion was unanimously agreed to.

The Committee on Rules, to which the same had been referred, reported bills and resolutions of the following titles, viz.:

S. B. No. 196. An Act to amend and re-enact Section 427.130 of the Kentucky Revised Statutes, so as to include provisions relating to procedure in the case of attachments and garnishments served upon the Commonwealth.

S. B. No. 197. An Act relating to the establishment in Kentucky of medical hospitals and related services, creating a division in the Department of Health to establish and regulate such services, and authorizing said division to accept on behalf of the Commonwealth of Kentucky, and to disburse any grants, gifts or contributions now or hereafter made by the Federal Government, or from any other sources, to aid and assist in carrying out the purposes and provisions of the Federal Public Law No. 725 (79th Congress), Chapter 958, 2nd Session, or any other acts for the same or similar purposes, and providing an appropriation to the Kentucky Department of Health to enable it to meet conditions to secure grants, gifts or contributions, and to pay the necessary expenses of the division herein authorized.

S. B. No. 199. An Act relating to the state tuberculosis sanatoria, including Hazelwood Sanatorium; providing for a State Tuberculosis Sanatoria Commission and transferring to such commission certain powers and duties now possessed by the State Board of Health.

S. B. No. 229. An Act to amend and re-enact Section 230.030 of the Kentucky Revised Statutes.

S. B. No. 238. An Act relating to the state parks; providing for the commissioning of certain employes of the Division of Parks as peace officers, and providing a penalty for the violation of regulations governing the parks.

S. B. No. 135. An Act making provisions for the certification of clinical psychologists, through a State Board of Examiners of Psychologists.

S. B. No. 141. An Act providing for the operation of canteens at State Welfare Institutions.

S. B. No. 157. An Act relating to persons who are, or who are alleged or believed to be, mentally incompetent; including provisions as to observation, treatment, hospitalization, inquests, care, custody, and examination.

H. Res. No. 58. A Joint Resolution authorizing the payment of attorneys' fees authorized by the Division of Game and Fish.

S. B. No. 262. An Act relating to unemployment compensation.

S. B. No. 249. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Second, Third and Fourth Districts in order to comply with the meaning and intent of the Constitution.

S. B. No. 259. An Act changing the classification of the City of Mayfield in Graves County.

H. B. No. 42. An Act relating to the adoption of school textbooks, with particular relation to the adoption of a book or books containing the full text of the Kentucky Constitution.

S. B. No. 166. An Act relating to adequate sewer and drainage facilities in cities of the first class and in counties containing such cities.

H. B. No. 337. An Act to amend Section 271.385 of the Kentucky Revised Statutes by providing for resignation of process agents appointed by corporations.

S. B. No. 71. An Act concerning sinking funds in cities of the first class.

S. B. No. 256. An Act relating to prosecuting attorney of the police court in cities of the first class.

S. B. No. 62. An Act concerning license taxes and disposition of license fees in cities of the first class.

With Committee amendment thereto.

Said Committee amendment to said bill is as follows, viz.:

Amend printed copy of S. B. No. 62, on page 1, section 1, line 14, strike out "License Fees shall be collected by the City," and insert in lieu of "License Fees shall be collected by the Commissioner of the Sinking Fund."

H. B. No. 412. An Act relating to the teachers' retirement system.

H. B. No. 352. An Act amending sub-section (5) of Section 132.590 of the Kentucky Revised Statutes.

H. B. No. 433. An Act relating to chicken and dog fighting, including provisions for a license for chicken fighting, and appropriating the revenue from said license to the Kentucky Disabled Ex-Servicemen's Board.

H. Res. No. 64. A Joint Resolution authorizing Mrs. Martha Howard and Ella Howard, of Magoffin County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

H. B. No. 249. An Act relating to permanent waves, with particular reference to the sale of devices and materials used in the application of home permanent waves.

With Committee amendment thereto by way of substitute therefor.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. No person in this Commonwealth shall give a cold permanent wave where dangerous or harmful chemicals, substances, or appliances are used unless a licensed Beauty Specialist or Physician shall have given an allergy test to the person to whom thewave is to be applied, to determine whether the application of the chemicals, substances or appliances could produce a form of dermatitis or other serious or injurious or harmful results upon the person, and has so stated in a certificate executed by him on a form approved by the Kentucky Department of Health and the Kentucky State Board of Barber and Beautician Examiners. The certificate shall be presented by the person to whom such a wave is to be applied, to the person about to apply the wave, before a wave shall be administered. Its presentation shall, providing ordinary care is used in application, relieve the person who applies the wave of liability for any personal injuries suffered on account of the wave. A certificate shall be vaid for a period of six months.

Sec. 2. (1) A tax of twenty-five cents shall be paid by every person who purchases for ultimate use or consumption any such chemicals, solutions or appliances. The tax shall be added to the price paid to the retailer, distributor, beautician or other seller by the purchaser for ultimate use or consumption, and the retailer, distributor, beautician or other seller shall be liable to the Department of Revenue for the taxes so collected.

(2) The payment and collection of the tax imposed by subsection (1) of this section shall be made and controlled in the same manner as provided in KRS 138.140 to 138.200 for the tax imposed on cigarettes, and all of the provisions of those sections shall apply as far as applicable, including the provisions for the civil penalties.

(3) Of the taxes collected by the Department of Revenue under the provisions of subsection (1), one-half shall be deposited in the General Fund of the State Treasury and one-half shall be deposited in the Revolving Fund of the State Board of Barber and Beautician Examiners for the purpose of enforcing this Act and Chapter 317 of the Kentucky Revised Statutes.

Sec. 3. Any person who violates this Act shall be fined not less than $100 nor more than $500 for each offense. All fines if imposed under this subsection shall be distributed in the same manner as taxes collected under subsection (2) of section 2.

H. B. No. 348. An Act relating to coin-operated mechanical musical devices.

S. B. No. 285. An Act prescribing the time within which appeals shall be taken to the Court of Appeals from judgments and appealable orders of circuit courts involving questions arising under the planning and zoning laws of this Commonwealth.

S. Res. No. 41. A Joint Resolution authorizing Clayton Henry, of Index, Morgan County, Ky., to sue the Commonwealth of Kentucky and the Department of Highways, or either.

With the expression of opinion that same should pass.

Whereupon said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

S. Res. No. 55. A Joint Resolution providing for an investigation, study and survey of the administration of school affairs within the state; authorizing the use of and allocation of certain funds; and providing for a report.

H. B. No. 326. An Act relating to the Teachers' Retirement System.

H. B. No. 136. An Act relating to Revenue and Taxation, defining the term "business situs," and amending KRS 132.190.

S. B. No. 13. An Act amending Subsection (5) (h) of Section 341.050 of the Kentucky Revised Statutes.

H. Res. No. 56. A Joint Resolution authorizing Eva Emerine, and Roy Emerine, individually and as parent and next friend of Marline Emerine and Royalyn Emerine, to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either.

S. B. No. 165. An Act relating to procuring and purchasing files, office equipment and supplies for use in the Franklin Circuit Court for the accommodation and preservation of records of State fiscal suits and records filed in the Franklin Circuit Court by and against the Commonwealth of Kentucky and the departments thereof and providing for the payment therefor.

S. B. No. 118. An Act abolishing the position of deputy constable, except in counties containing cities of the first class.

S. B. No. 189. An Act relating to the city-county board of health for cities of the first class and counties containing such cities.

S. Res. No. 13. A Joint Resolution authorizing the payment of the claim of G. B. Taylor, of Greensburg, Kentucky, for traveling expenses incurred while serving as a member of the County Boundary Commission, established by Chapter 179 of the Acts of 1944; and appropriating the necessary sum to pay the claim.

H. B. No. 443. An Act relating to the amusement admission tax; amending subsection (1) of Section 138.020 of the Kentucky Revised Statutes.

S. B. No. 246. An Act relating to implied warranties concerning the soundness or condition or suitability for use of

products or merchandise in closed or sealed packages, and the service of process in actions based upon such warranties.

H. B. No. 441. An Act relating to the payment of premiums on sheriffs' bonds.

H. B. No. 392. An Act relating to the operation of motor vehicles while under the influence of intoxicating liquors or narcotic drugs, with particular reference to violations and the imposition of penalties.

H. B. No. 208. An Act relating to political organizations or parties; prohibiting the nomination of candidates for public office by certain organizations or parties, and the candidacy of any person for public office under the name or device of such organizations or parties.

S. B. No. 253. An Act relating to public works and improvements, on the special assessment plan, in the cities of all classes other than first class.

H. Res. No. 61. A Joint Resolution ratifying the proposed amendment to the Constitution of the United States.

H. B. No. 455. An Act relating to taxation of the income and property of religious, educational or charitable societies, organizations or corporations.

S. B. No. 97. An Act to amend and re-enact Section 616 Civil Code of Practice relating to security for costs to be given by non-residents and corporations and excepting banks and building and loan associations.

S. B. No. 244. An Act relating to the appointment, duties and compensation of deputy coroners and stenographers for coroners; amending Sections 72.130 and 72.140 of the Kentucky Revised Statutes.

S. B. No. 133. An Act amending Subsection (1) and Subsection (6) of Section 403.090 of the Kentucky Revised Stat-

utes, making provisions for the representation and protection of the rights and interests of minor children in divorce proceedings and for the proper enforcement of orders and decrees concerning the care, custody and maintenance of such children; and for the proper application of sums ordered to be paid for the care and maintenance of such children; providing for the appointment of a permanent "friend" or "friends of the court" in counties containing a city of the first or second class and providing for the removal, powers, duties and compensation of such "friends of the court".

Ordered that said bills and said resolutions be read at length the second time.

Mr. Burnley moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills which originated in that body of the following titles, viz.:

S. B. No. 41. An Act relating to the placing of children in homes other than their own homes, for adoption or otherwise.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 405.370 of the Kentucky Revised Statutes is amended to read as follows:

"Any person or parent, who for money or other reward places, or assists, aids or abets in placing, a child for adoption in a home, other than its own, without first notifying the department in writing and having its advice and consent, shall be guilty of contributing to the neglect of such child as that offense is defined by KRS Chapter 199, and punishable as therein provided. However, nothing contained herein shall prevent the mother of an illegitimate child, upon executing a written consent to adoption or a written relinquishment of parental rights before a circuit judge or county judge, in the manner set forth in subsection (f) of KRS 405.270, from placing a child in a home, other than its own, in this state or elsewhere, of such parent's choice and without the consent or advice of the department, if the home so selected, in the opinion of the court, is satisfactory and will serve the best interests of the child, and the order of such adoption shall show that the court retains jurisdiction of the subject matter of such proceedings, and if thereafter the court should determine that the home selected was unsatisfactory, the court shall vacate the said order and the child shall be eligible for adoption under the provisions of general law providing for the adoption of children."

S. B. No. 143. An Act relating to the powers of certain officers to administer official oaths and to take acknowledgments.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 62.020 of the Kentucky Revised Statutes is amended to read as follows:

The official oath of any officer may be administered by a judge, commissioner, sergant-at-arms or clerk of the Court

of Appeals, or by any judge or clerk of any court of record, or by a notary public or justice of the peace within his district or county.

§ 2. A new section of the statutes is created, to read as follows:

Any deed or other instrument executed in this state may be acknowledged or proved before a judge, commissioner, sergeant-at-arms or clerk of the Court of Appeals, or before any judge or clerk of any court of record, of this state, or before any notary public in this state, and any deed or other instrument so acknowledged or proved may be admitted to record in the office of any county court clerk in this state, upon the certificate of such officer, under the seal of his office or court, that such deed or instrument was acknowledged before him by the party making the deed or instrument, or proved before him according to law.

S. B. No. 164. An Act relating to the establishment of group plan insurance for employees of cities and their boards and commissions.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

The legislative body of any city and boards and commissions appointed by the legislative body are authorized to form their employees into a group, or groups, for the purpose of their obtaining the advantages of the group plan of life insurance, to aid such employees as long as they continue under such employment by paying from the funds of the city or from the operating expense fund of such board or commission any sum annually not exceeding fifty percent of the annual premiums on such policies, to deduct from the salaries of said employees that part of the premiums which are to be paid by them and to contract with the insurer on such terms as may be provided for in such policies of insurance.

S. B. No. 239. An Act relating to corporations.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. KRS 271.415 is amended and re-enacted to read as follows:

Voluntary transfer of corporate assets. (1) A voluntary sale, lease or exchange of all the assets of a corporation may be authorized by it upon such terms and conditions as it deems expedient, including an exchange in whole or in part for shares in another corporation, domestic or foreign.

(2) If the corporation is able to meet its liabilities then matured, such authorization shall be given at a meeting of shareholders, duly called for the purpose, and by a vote of the holders of a majority of the voting power of all shareholders entitled to vote or by such vote as may be provided for in the articles of incorporation, which shall not be less than the vote of the holders of a majority of the voting power of all shareholders. If the corporation is unable to meet its liabilities then matured, such authorization may be given by the vote of the board of directors.

(3) This section is not intended to authorize a conveyance or exchange of assets in fraud of corporate creditors or of minority shareholders or shareholders without voting rights, or in violation of Chapter 377, Kentucky Revised Statutes, relating to bulk sales.

(4) If a corporation has authorized the sale, lease or exchange of all of its assets, at a time when it is able to meet its liabilities then matured, any shareholders who filed with the corporation written objection thereto before the taking of the vote on such authorization and whose shares were not voted in favor of such corporate action may, at any time within twenty days after the date upon which such corporate action was authorized, demand in writing payment for his shares.

If the corporation and such objecting shareholder or shareholders do not agree within forty days after the expira-

tion of such twenty day period upon the fair market value of the shares at the time such corporate action was authorized, any such objecting shareholder may, within sixty days after the expiration of such forty day period, institute in the circuit court in the county in which the registered office of the corporation of which he is a shareholder is located an equitable action against such corporation to recover such fair market value of his shares; or any shareholder may object within such period and so institute an equitable action to set aside the corporate action objected to, but only on the grounds that it was not authorized in conformity with the applicable statutes of Kentucky, or is in violation of some applicable statute of Kentucky or of the United States, or is in actual fraud of his rights as a shareholder.

In any action the objecting shareholder shall state the number and class of shares owned by him and the numbers of the stock certificates evidencing such shares. Prior to the institution of an action to recover such fair market value of his shares, an objecting shareholder shall present the stock certificate or certificates evidencing his shares to the corporation at its rgistered office to be stamped to show that such shares are objecting shares involved in proceedings to recover such fair market value thereof.

Upon the expiration of such sixty day period all actions instituted by objecting shareholders to set aside the proposed sale, lease or exchange shall be consolidated, and all actions instituted by objecting shareholders to recover such fair market value of their shares shall be consolidated.

The court, upon motion by the corporation, may stay the actions to recover such fair market value of shares pending entry of final judgment from which no further appeal or review lies in the actions, if any, to set aside the proposed sale, lease or exchange. At any time prior to the expiration of one hundred and twenty days after the authorization of the corporate action objected to, or prior to the entry of final judgment from which no further appeal or review is possible in the actions, if any, to set aside the corporate action objected to, whichever is later, the corporation may abandon the cor-

porate action objected to upon authorization so to do by the written consent of or by the vote of the holders of a majority of the combined voting power of the shareholders whose shares were voted in favor thereof, and of the shareholders who are presumed to have consented therto, which vote shall be taken at a meeting of such shareholders duly called as provided for in KRS 271.295 for the purpose, and thereupon the right of all objecting shareholders to be paid for their shares shall cease, and all actions hereunder permitted shall be dismissed at the cost of the corporation.

Following the expiration of the aforesaid sixty day period, the court shall designate a time for a hearing in those consolidated actions instituted to recover such fair market value of shares, at which hearing the court shall determine the shareholders who have complied with the provisions of this section and become entitled to a determination of such fair market value of their shares, and shall appoint a disinterested appraiser to determine such fair market value of their shares. The court shall administer an oath to the appraiser to honestly and faithfully discharge his duties, and fix a time and place for the appraiser to begin hearing evidence on such fair market values of the shares. The appraiser shall have the powers conferred upon master commissioners by KRS 27.100(2) and shall afford a reasonable opportunity to the corporation and the objecting shareholder or shareholders to introduce pertinent evidence on such fair market value of the shares. The appraiser shall conduct his hearings as expeditiously as practicable, and upon completion of the hearings shall report in writing to the court his determination of such fair market value of the shares of each objecting shareholder entitled to payment therefor, and file with the court a written transcript of the testimony heard by him, together with all exhibits introduced in evidence.

The corporation or any objecting shareholder may within ten days after the filing of the appraiser's report, file exceptions thereto. Such exceptions shall be heard and decided by the court upon the evidence submitted to the appraiser as shown by the transcript. After hearing the exceptions to the

appraiser's report, or if no exceptions thereto have been filed within the time hereinbefor provided for, the court shall enter final judgment determining such fair market value of the shares of each objecting shareholder entitled to payment therefor, and shall direct payment thereof to each objecting shareholder entitled thereto upon tender to the corporation of the certificate or certificates representing his shares, duly stamped and endorsed.

Any shareholder who objected to the corporate action in question, demanded payment for his shares, presented his stock certificates for stamping and instituted an action to recover such fair market value of his shares in the manner and within the respective times hereinbefore provided for, shall not thereafter be entitled to vote such shares for any purpose or be entitled to the payment of dividends or other distribution on said shares (except dividends and distributions payable to shareholders of record at a date prior to the authorization of the corporate action in question), unless such shareholder and the corporation, after resolution by its board of directors, shall agree in writing to the corporate action objected to and to the dismissal of the action instituted by him for determination of the fair market value of his shares, in which event the right of such shareholder to payment for his shares shall cease and he shall be presumed to have consented to such corporate action as fully as if he had voted in favor thereof.

Unless a shareholder files such written objection, makes such demand, presents his stock certificates for stamping and institutes an action to recover such fair market value of his shares, or objects and institutes an action to set aside the corporate action in question on a ground hereunder permitted, all within the respective times hereinbefore provided for, he shall be presumed to have consented to such corporate action as fully as if he had voted in favor thereof.

The right of an objecting shareholder either (a) to recover such fair market value of his shares or (b) to set aside the corporate action objected to, both in the manner and upon the terms and conditions and subject to the limitations pro-

vided in this section of this Act, shall be his exclusive remedy, and he may seek either the one or the other remedy, but not both. Any action by an objecting shareholder permitted hereunder shall be advanced on the docket for an early hearing as actions for declarations of rights may be, and shall be heard and disposed of as expeditiously as is reasonably possible, save as in this section of this Act is provided. From any final judgment rendered by a circuit court in any such action, an appeal may be taken to and heard by the Court of Appeals of Kentucky, but only within the time and manner provided for appeals from declaratory judgments by § 639a-5 of the Civil Code of Practice of Kentucky.

The cost of any appraisal, including a reasonable fee to and the reasonable expenses of the appraiser, but exclusive of fees of counsel or of experts, shall be determined by the court and taxed upon the corporation and the objecting shareholder or shareholders, or any of them, as may appear to be equitable.

Nothing herein contained shall apply to shares whose terms and provisions specifically state the amount to be paid in respect of said shares in the event of the occurrence of the corporate action objected to.

(5) Nothing in this section shall apply to a mortgage or deed of trust executed by the corporation.

§ 2. KRS 271.445 is amended and re-enacted to read as follows:

Amendment of articles of incorporation. (1) A corporation may, at a meeting of the shareholders duly called upon notice of the specific purpose, and in the manner provided in this section and in KRS 271.450 and 271.455, amend its articles in any respect so as to include any provision authorized by this chapter, or so as to add to its corporate purposes or to diminish the same, or both, or substitute other purposes in whole or in part for those prescribed in the original articles or any previous amendment thereto, or so as to extend the period of its duration for a further definite time or perpetually.

(2) An amendment of the articles of incorporation may be adopted by vote of the holders of a majority of the voting power of all shareholders entitled to vote or by such vote as the articles of incorporation may require, which shall not be less than the vote of the holders of a majority of such voting power.

(3) If an amendment would alter or change the preferences, special rights or powers given to the holders of shares of any class or classes so as to affect the same adversely, or would increase the number of or would increase or decrease the par value of shares of any class or classes, then the holders of each class of shares so affected by the amendment shall be entitled to vote as a class upon such amendment, whether by the terms of the articles of incorporation such class be entitled to vote or not, and, in addition to the vote required by subsection (2) of this section, the vote of the holders of two-thirds of the shares of each class so affected by the amendment shall be necessary to the adoption thereof.

(4) The incorporators by signing and acknowledging articles of amendment as provided in KRS 271.450 may adopt an amendment to the articles of incorporation prior to the receiving of any subscriptions for shares, except those subscriptions required to be stated in the articles of incorporation.

§ 3. KRS 271.460 is amended and re-enacted to read as follows:

Reduction of capital. (1) The capital of a corporation may be reduced by a resolution adopted by the vote of the shareholders representing not less than a majority of its outstanding shares, cast in person or by proxy at a meeting of the shareholders duly called and held for that purpose, or by such vote as the articles of incorporation require, which shall not be less than the vote of the holders of a majority of the outstanding shares.

(2) Following the adoption of such a resolution for the reduction of capital, articles of reduction of capital shall be prepared and recorded in the manner required by KRS 271.450 for the preparation and recording of articles of

amendment. The articles of reduction shall state that the proposed reduction will not reduce the fair value of the assets of the corporation to an amount less than the total amount of its debts and liabilities, or render the corporation inacapable of paying its debts in the ordinary course of business.

(3) No attempted reduction of capital shall be effective until the Secretary of State has recorded the articles of reduction and issued a certificate of reduction, and no such attempted reduction shall be valid, even if the Secretary of State has recorded the articles of reduction and issued a certificate of reduction, if such reduction would reduce the actual value of the corporate assets to an extent prohibited by subsection (2) of this section.

(4) The Secretary of State and the county court clerk shall be paid the same fees for recording the articles of reduction as they are paid for recording articles of incorporation, and the Secretary of State shall be paid the same fee for issuing a certificate of reduction as he is paid for issuing a certificate of incorporation.

§ 4. KRS 271.445, 271.455 and 271.460 shall not be construed as applying to any thing dealt with in KRS 271.135.

§ 5. KRS 271.490 is amended and re-enacted to read as follows:

Rights of dissenting shareholders in case of merger or consolidation; abandonment of merger or consolidation. When a corporation has become a party to a merger or consolidation agreement, as provided in KRS 271.465 to 271.485, any shareholder of such corporation who filed with the corporation of which he is a shareholder written objection thereto before the taking of the vote for the authorization of the adoption of the agreement for merger or consolidation and whose shares were not voted in favor of such corporate action, may at any time within twenty days after such authorization was given, demand in writing of the corporation of which he is a shareholder payment for his shares. If the corporation, such objecting shareholders and the other corporations which are parties to the agreement for merger or consolidation do not

agree within forty days after the expiration of such twenty day period upon the fair market value of the shares at the time such corporate action was authorized, any such objecting shareholder may institute an equitable action to recover against the corporation of he is a shareholder such fair market value of his shares, or any shareholder may object and institute an equitable action to set aside the corporate action objected to. The right of an objecting shareholder either (a) to recover such fair market value of his shares, or (b) to set aside the corporate action objected to, each only in the manner, within the periods of time, upon the grounds, upon the terms and subject to the limitations, restrictions and conditions provided for in subsection (4) of KRS 271.415, shall be his exclusive remedy, and he may seek either the one or the other remedy, but not both. All such shareholders and corporations may have the rights, remedies and privileges, and shall be subject to the presumptions, restrictions, conditions and limitations provided for in subsection (4) of KRS 271.415, which, except where inconsistent with a provision of this section of this Act, are made applicable in the case of a shareholder objecting to a merger or consolidation in so far as they can consistently be made applicable thereto.

The liability of each of the corporations which are parties to the agreement for merger or consolidation to their respective objecting shareholders for such fair market value of their respective shares determined as hereinbefore provided shall also be a liability of the surviving or new corporation as the case may be.

The merger or consolidation agreement need not be filed with the Secretary of State and the merger or consolidation need not be effected until after the expiration of one hundred and twenty days after the authorization of the adoption of the agreement, and until after the entry of the final judgment from which no further appeal or review is possible in the actions, if any, instituted to set aside the merger or consolidation agreement, whichever occurs later. At any time prior to the expiration of said one hundred and twenty day period, or prior to the entry of such final judgment, whichever occurs later, any corporation which is a party to the merger or con-

solidation agreement may abandon the merger or consolidation upon authorization so to do by the written consent of or by the vote of the holders of a majority of the combined voting power of the shareholders whose shares were voted in favor thereof, and of the shareholders who are presumed to have consented thereto, which vote shall be taken at a meeting of said shareholders duly called as provided for in KRS 271.295 for the purpose, and thereupon the right of all objecting shareholders to be paid for their shares shall cease, and all actions hereunder permitted shall be dismissed at the cost of the respective corporations.

Nothing herein contained shall apply to shares whose terms and provisions specifically state the amount to be paid in respect of said shares in the event of the occurrence of the corporate action objected to.

§ 6. KRS sections 271.415 and 271.490 as respectively amended by this Act shall apply only to the matters therein respectively referred to which were authorized by shareholders after the effective date of this Act. Matters as to which authorization by the shareholders took place before the effective date of this Act shall be governed by sections 271.415 and 271.490 as they respectively existed before amendment by this Act, which as to such matters and only as to such matters are continued in force and effect.

§ 7. KRS 271.500 is amended and re-enacted to read as follows:

Election to dissolve by act of the corporation or by consent of the shareholders. A corporation may elect to dissolve voluntarily and wind up its affairs, by the act of the corporation or by the written consent of the holders of all voting power of the shareholders. If desired to be done by the act of the corporation, the board of directors may adopt a resolution recommending that the corporation be dissolved voluntarily, and direct that the question of such dissolution be submitted to a vote at a meeting of shareholders duly called upon notice of the specific purpose in the manner provided in KRS 271.295; or any shareholder or shareholders holding in the

aggregate one-fifth of the voting power of all shareholders may have called or call a meeting upon notice of the specific purpose in the manner provided in KRS 271.295 for the purpose of voting on the question of dissolution. At such a meeting a vote of the shareholders entitled to vote shall be taken on a motion to dissolve the corporation voluntarily, which shall require for its adoption the affirmative vote of the holders of a majority of the voting power of all shareholders entitled to vote, or such vote as the articles of incorporation may require, which shall not be less than the vote of the holders of a majority of such voting power. Upon the adoption of a resolution authorizing dissolution, or upon the execution of a written consent to dissolution by the holders of all the voting power of the shareholders, a statement of intent to dissolve shall be signed in triplicate by the president or a vice-president, and acknowledged by him, and attested by the secretary or an assistant secretary, which shall set forth:

(a) The name of the corporation;

(b) The names and the post-office addresses of its officers;

(c) The names and the post-office addresses of its directors;

(d) A copy of the resolution of the shareholders authorizing the dissolution or of the agreement signed by the shareholders consenting to the dissolution;

(e) The names and the post-office addresses of the persons who shall act for the corporation in winding up its affairs;

(f) The number of shares outstanding;

(g) The number of shares voted for and against the motion for dissolution, respectively, or a statement that the agreement for dissolution was signed by the holders of all the voting power of the shareholders in person or by their attorneys thereunto duly authorized.

S. B. No. 242. An Act relating to licensing of motor vehicle operators.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 186.410 of the Kentucky Revised Statutes is amended to read as follows:

(1) Every person except those exempted by KRS 186.420 186.430 and 186.450, before operating a motor vehicle upon a highway, shall secure an operator's license at the time and for the periods specified as follows:

(a) Persons whose family names begin with the letters "A" to "K" inclusive shall before August 1, 1952, secure a license for the ensuing two year period, and biennially thereafter. The fee for this license shall be $2.00.

(b) Persons whose family names begin with the letters "L" through "Z" inclusive shall before August 1, 1952, secure a license for one year for which the fee shall be $1.00. Such persons shall before August 1, 1953, secure a license for the ensuing two year period and biennially thereafter. The fee for this license shall be $2.00.

(c) Any person whose family name shall be changed from one alphabetical group to the other hereinabove described shall have his license renewed for such period as will place him in the proper alphabetical group. The fee for this renewal shall be $1.00.

(d) The fee for original licenses obtained after August 1, 1952, may be pro-rated in accordance with regulations which the Department shall prescribe.

Section 2. There shall be a penalty of $1.00 for the renewal of any license which is renewed after the date on which it expires by operation of this or any other law.

Section 3. The clerk shall retain 25 per cent of all fees and penalties for the issuance of licenses, and shall forward to the Department the remainder of all fees, penalties and other monies collected under the provisions of KRS 186.400 to 186.640, of which the Department shall retain 7½ per cent of all fees and penalties for the issuance of licenses, and shall pay the remainder into the State Treasury.

Section 4. Section 186.420 of the Kentucky Revised Statutes is repealed, amended and reenacted to read as follows:

(1) No person need obtain an operator's license to operate a road roller, road machinery or any tractor or implement or husbandry, temporarily drawn or propelled on the highways.

(2) Every person in the service of the Army, Navy or Marine Corps of the United States, when furnished with an operator's permit from the United States, shall be exempt from an operator's license, when operating an official vehicle in the course of his service.

Section 5. Section 186.460 of the Kentucky Revised Statutes is amended to read as follows:

(1) Except as provided in subsections (3) and (5) of this section, every applicant for an instruction permit or an operator's license shall apply in person to the circuit clerk of the county in which he resides and make application upon a form furnished by the department. The applicant shall make oath to the circuit clerk as to the truthfulness of the statements contained in the form.

(2) Every application shall contain the full name, date of birth, sex, race, and resident address of the applicant and briefly describe him. It shall also state whether the applicant has previously been licensed as an operator and if so, when and by what state or country, whether any license has ever been canceled, suspended, revoked or refused, and if so, the date of reason for the cancellation, suspension, denial, revocation or refusal, and such other information as may be required.

Except as provided in subsection (5), any licensed operator whose license has not been suspended or revoked may procure a biennial renewal of his license, by applying in person at the office of the circuit court clerk or by sending to the clerk by another person or by mailing his license certificate for the previous year, together with the license fee and a three-cent postage stamp. Upon receipt of any application for renewal by mail, accompanied by the certificate, the fee and the stamp, the circuit court clerk shall issue a new license to such person and mail the license to him.

Section 6. Section 186.480 of the Kentucky Revised Statutes is repealed, amended and reenacted to read as follows:

(1) The Highway Patrol may examine every applicant for an operator's license except as otherwise provided in this section. The examination shall be held in the county where the applicant resides unless the applicant is granted written permission by the circuit clerk of the county in which he resides, to take the examination in another county, and the Highway Patrol agrees to arrange for the examination in other county. The examination shall include a test of the applicant's eyesight, his ability to read and understand highway signs regulating, warning, and directing traffic, his knowledge of traffic laws and an actual demonstration of ability to exercise ordinary and reasonable control in the operation of a motor vehicle.

(2) Any person whose operator's license is denied, suspended or revoked for cause, shall apply for reinstatement at the termination of the period for which the license was denied, suspended or revoked by submitting to the examination.

Section 7. Section 186.500 of the Kentucky Revised Statutes is amended to read as follows:

Every license certificate shall bear a distinguishing number, the name, date of birth, resident address and a brief description of the licensee, the signature of the licensee, which shall be affixed in the presence of the circuit clerk or his deputy, except as provided in subsection (3) of KRS 186.460, the expiration date of the license, and such other information as the department may reasonable require.

Section 8. Section 186.530 of the Kentucky Revised Statutes is repealed.

Section 9. Section 186.600 of the Kentucky Revised Statutes is amended to read as follows:

No person under the age of twenty-one shall drive a motor vehicle while it is in use as a school bus for the transportation of pupils to or from school, or to drive a motor vehicle while it is in use as a public passenger-carrying vehicle.

Section 10. This Act shall become effective with the license year beginning August 1, 1952.

S. B. No. 285. An Act prescribing the time within which appeals shall be taken to the Court of Appeals from judgments and appealable orders of circuit courts involving questions arising under the planning and zoning laws of this Commonwealth.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Appeals to the Court of Appeals from judgments and appealable orders of the circuit courts arising under the planning and zoning laws of this Commonwealth shall be taken in the same manner and within the same time provided for appeals from declaratory judgments by Section 639a-5 of the Civil Code of Practice, and all provisions of said Section of the Civil Code of Practice shall apply to such appeals.

Section 2. This Act shall apply to such judgments and appealable orders heretofore rendered or which may hereafter be rendered; provided, however, that as to judgments and appealable orders entered prior to the effective date of this Act, the period of sixty days shall begin to run from the effective date hereof.

Section 3. Whereas questions involving planning and zoning of property are usually affected with a wide public interest;

And whereas it is important that such questions be finally determined speedily, an emergency is hereby declared to exist and this Act shall be effective from and after the date of its enactment.

S.B. No. 293. An Act to amend Section 64.150 relating to fees of Jailers.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 64.150 of the Kentucky Revised Statutes be amended as follows:

64.150. Jailers. (1) Jailers shall be paid out of the county treasury, except as provided in subsection (2) of this section, the following fees for the following services:

Attending county and quarterly courts, per day not exceeding $2.00

Furnishing fuel and lights to county and quarterly courts, except as provide din KRS 67.150, a reasonable compensation, not exceeding, per day 2.00

Putting a prisoner in irons, for an offense other than a felony or contempt, besides the cost of irons..... .50

Keeping and dieting prisoners in jail, in counties not containing a first-class city, when confined for an offense other than a felony or contempt of court, per day.. 1.25

Keeping and dieting prisoners in jail, in counties containing a first-class city, when confined for an offense other than a felony or contempt of court, per day..... 1.00

Imprisoning or releasing a prisoner charged with a misdemeanor ..... .60

(2) Where the prisoner is confined for a breach of the bylaws or ordinances of a city, or for violation of a statute where the city gets the benefits of the fine, the fees for keeping and dieting the prisoner and for imprisoning and releasing him shall be paid by such city.

(3) Jailers shall be paid out of the State Treasury the following fees for the following services:

Imprisoning and releasing a prisoner charged with a felony or contempt ..... .60

Keeping and dieting a prisoner charged with a felony or contempt, per day 1.25

Putting a prisoner charged with a felony or contempt in irons to secure his safekeeping in jail, besides the cost of the irons ..... .50

Each day's attendance upon the circuit court 2.00

Furnishing fuel, light and water to the circuit court, not exceeding, per day 2.00

(4) For all other services performed by the jailer, he shall receive the same fees paid to sheriffs for like services.

S. B. No. 295. An Act relating to highways, with particular relation to highways of the super-highway type.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The Department of Highways, with the advice and approval of the Governor, is authorized to construct and operate one or more superhighways, modeled as nearly as practicable after the Pennsylvania Turnpike. For the purpose of financing the construction and operation, including the acquisition of the necessary right of ways, the department shall have the same rights and powers with respect to the issuance of bonds and the charging of tolls as are provided in KRS 180.070 to 180.250 for the construction and operation of bridges. The department shall also, for the purpose of construction and operation of such highways, have all rights and powers provided in KRS 177.220 to 177.310 for limited-access facilities, and all other rights and powers now vested in the department by law.

§ 2. The cost of the necessary right of ways for the superhighways shall be paid by the Department of Highways out of the funds received through the issuance of bonds. The department shall have full discretion as to the width of the right of ways to be acquired.

§ 3. The Department of Highways may sell or lease, to the highest and best bidder after due advertisement for bids, concessions, easements or privileges, for a period not longer than twenty years at a time, for the placing and operation upon the right of way of the superhighways, adjoining the

paved portion, of telephone, telegraph, electric light or power lines, gas stations, garages, stores, hotels, restaurants, and advertising signs, or for any other purpose, except for tracks for railroad or railway use, and may fix the terms, conditions, rents or rates of charges for such concessions, easements or privileges. The revenues received therefrom shall be handled and disposed of in the same manner as the revenues from tolls.

§ 4. All of the provisions of the highway traffic laws shall be applicable on the superhighways, except that the Department of Highways may, by regulation, increase the maximum speed limits to not more than seventy miles per hour. The department shall have authority to promulgate special traffic rules and regulations for operation upon the superhighways, supplementing the statues, and such regulations shall have the force and effect of law. A copy of such regulations shall be furnished to each person as he enters upon the superhighway, and any person who violates such regulations shall be fined not less than twenty dollars nor more than one hundred dollars, or imprisoned in the county jail for not more than ten days, or both.

S. B. No. 299. An Act appropriating funds to the Division of Parks for recurring costs of operations of Kentucky Dam Village and property in its vicinity.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

There is hereby appropriated to the Division of Parks, out of the General Expenditure Fund in the State Treasury, the sum of $35,000.00 for the fiscal year beginning July 1, 1948, and the sum of $35,000.00 for the fiscal year beginning July 1, 1949, to be used solely for paying the recurring cost sof operation of Kentucky Dam Village and property in its vicinity located near Gilbertsville, Ky., which may be transferred to the Commonwealth of Kentucky by deed or which may be leased by the Division of Parks from the Tennessee Valley Authority to be operated as a part of the state park system.

Ordered that said bills be printed and referred to the Committee on Rules.

The message which was received from the Senate also announced that they had passed bills which originated in this body of the following titles, viz.:

H. B. No. 77. An Act relating to conspiracy; banding together for unlawful purpose; repealing sections 435.250, 437.110, 437.120, 437.130 and 437.140 of the Kentucky Revised Statutes.

H. B. No. 186. An Act relating to the commission form of government for cities, with particular relation to the compensation of the mayor and commissioners in cities of the third class; amending subsection (2) of KRS 89.110.

Ordered that said bills be delivered to the Enrolling Clerk of this House.

Mrs. Rutherford moved that the rules be suspended for the purpose of offering a resolution.

Said motion was agreed to by a majority of the members elected.

Thereupon, Mrs. Rutherford offered the following resolution, viz.:

H. Res. A. A Resolution deploring the inability of Hon. Walter K. Coleman, Member of this House of Representatives, to attend the remainder of this Session and wishing him a full and speedy recovery.

Whereas, it has been brought to the attention of this House of Representatives that Hon. Walter K. Coleman, Representative from the 37th Legislative District, comprising a portion of the City of Louisville, will, because of injuries and illness be unable to attend the remaining session of the General Assembly; and

Whereas, as a Representative and Member of the House of Representatives, he has, because of his diligent work and conscientious effort, made an enviable and outstanding record, his achievements having enhanced the proceedings of this House of Representatives, which, in turn, has inured to the benefit of his district and the Commonwealth of Kentucky; and

Whereas, the membership of the House of Representatives deeply regrets the loss which it will sustain due to the absence of the Hon. Walter K. Coleman and desires to make known to the gentleman from Louisville its sense and feeling in this respect as well as to convey to him the regrets of the membership of the House of Representatives and its deepest and most profound good wishes to him, with our prayer upon his behalf for a speedy and complete recovery;

Now Therefore

Be it Resolved by the House of Representatives of the Commonwealth of Kentucky:

1. That the membership of the House of Representatives keenly regrets the inability of the Hon. Walter K. Coleman, Representative from the 37th Legislative District, comprising a portion of the City of Louisville, to be with us during the remaining days of this legislative session;

2. That the membership of the House of Representatives hereby extends to the gentleman from Louisville its sincere thanks for his diligent work and efforts as a member of this body, and as a result of which the deliberations of this body and the conclusions reached by it have been helped and enlightened;

3. That the membership of the House of Representatives does by this resolution express and convey to the said gentleman from Louisville its sincere thanks and appreciation for his helpfulness, his aid and co-operation, and as a body and for each and every member individually, hopes and prays that he may have a full, complete and speedy recovery;

4. That the employees of the House of Representatives join with the membership of this House in the conveyance of this message;

5. That the Clerk of the House of Representatives forward a copy of this Resolution to the Hon. Walter K. Coleman, and that copies hereof also be delivered to the press; further, that same be spread over the Journal of this House of Representatives.

Said resolution was adopted.

ORDERS OF THE DAY

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 293. An Act prescribing conditions under which certain suits may be instituted and maintained.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1.

No action shall be instituted or maintained against any person, society or corporation for any loss sustained by any person as a result of engaging in any contest or game, which is now, or, may hereafter be prohibited by law, unless written notice be given to the person, society or corporation liable therefor, in the manner provided for the service of notice in actions in the civil code of practice. This notice shall be served upon the party responsible within sixty days of the time such loss has been sustained. Such notice shall state the name and address of the claimant; the time and place of such loss; the amount thereof, and that the claimant will claim recovery of the sum named.

Section 2.

All acts or parts of acts in conflict herewith are to the extent of such conflict hereby repealed.

Mr. Martin moved the Previous Question.

Whereupon, the Speaker announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	E. H. Martin	Rodney Whitlow
Earl F. Ashcraft	Chas. L. Spillman	—5

Those who voted in the negative were—

Roy W. Arnold	James P. Hanratty	J. H. Polsgrove
Sidney Baer	Carson Hibbitts	Ottis Roberts
Levi Baker	M. G. Howard	Lilburn S. Rogers
Bernhardt Bauer	R. N. Hubbard	Amos Runyan
C. E. Baumgardner	Kerby Jennings	Dr. K. N. Salyer
Fred Beshear	J. Ernest Jones	D. B. Saylor
Isaac M. Blevins	L. H. Jones	LeRoy Saylor
Chas. J. Bronston	Ercel Kozee	Harry Smith
Mrs. Mary Burnett	C. D. Moberly	John M. Spaulding
Paul Carter	Archie R. Moore	John M. Stumbo
Earl W. Christian	Davis Moore	W. R. Tipton
Robert Collins	Walter Moorman	J. B. Veech
Everett T. Cooper	E. C. Mullins	W. J. Ward
Horace T. Cull	Joe E. Nunn	Morris Weintraub
B. G. Davidson	H. S. Overby	Lynn Boyd Wells
Owen Deering	H. C. Patterson	Charles W. Wirsch
Henry C. Hale	H. M. Pewitt	—50

And so said bill was rejected.

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

S. B. No. 252. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-fourth, Twenty-fifth, Thirty-first, Thirty-second and Thirty-sixth Districts in order to comply with the meaning and intent of the Constitution.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bill be delivered to the Enrolling Clerk of the Senate.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 310. An Act relating to the appointment, members and terms of city recreational commissions.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Subsection (1) of Section 97.120 of the Kentucky Revised Statutes is hereby amended to read as follows:

(1) In cities of the first and second classes the city recreational committee shall consist of not less than three nor more than seven members, the exact number to be as the discretion of the city legislative body. In cities of the third, fourth, fifth and sixth classes the city recreational committee shall consist of three members. In cities of any class the city recreational committee shall be appointed by the mayor, with the approval

of a majority of the members of the legislative body of the city, for terms of six years, except that the members first appointed shall be so appointed that the term of one member will expire every two years. The members shall serve without compensation. The members shall be legal voters of the city. If any member during the term of his office becomes a candidate for, or is elected or appointed to any public office, he shall automatically vacate his membership on the commission and another person shall be appointed in his place; but this provision shall not prevent a member of the commission from serving as a member of any other appointive commission of the city, county, state or Federal government.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	G. I. Drury	Harry K. Lowman
Earl F. Ashcraft	Kermit Dwyer	Ed Marcum
Sidney Baer	Otto W. Goff	E. H. Martin
Levi Baker	Henry C. Hale	C. D. Moberly
Bernhardt Bauer	James P. Hanratty	Archie R. Moore
C. E. Baumgardner	Dennis Henderson	Davis Moore
Fred Beshear	Carson Hibbitts	Walter Moorman
Isaac M. Blevins	C. J. Holsclaw	Fred H. Morgan
Chas. J. Bronston	Clyde S. Howard	E. C. Mullins
Mrs. Mary Burnett	M. G. Howard	Stanley Murphy
Paul Carter	R. N. Hubbard	T. A. Noe, Jr.
Earl W. Christian	Ira W. Hulette	Joe E. Nunn
Robert Collins	Kerby Jennings	H. S. Overby
Everett T. Cooper	Paul S. Jonas	H. C. Patterson
Horace T. Cull	J. Ernest Jones	H. M. Pewitt
B. G. Davidson	L. H. Jones	J. H. Polsgrove
Owen Deering	Ercel Kozee	Hobart Rayburn

Ottis Roberts	Jesse H. Shelton	W. R. Tipton
F. L. Robinson	Harry Smith	J. B. Veech
Amos Runyan	John M. Spaulding	W. J. Ward
Glenn Rushing	Chas. L. Spillman	Lawrence Watts
Mrs. Rutherford	G. W. Steinford	Morris Weintraub
Dr. K. N. Salyer	John M. Stumbo	Lynn Boyd Wells
LeRoy Saylor	Albert Thomason	Rodney Whitlow
James J. Shannon	G. C. Thornton	G. F. Williamson
Paul E. Shannon		—76

Resolved that the title thereof be as aforesaid.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 261. An Act providing compensation, transportation and subsistence while in active field service with the Kentucky National Guard.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 38.200 of the Kentucky Revised Statutes is amended and re-enacted to read as follows:

"Except when in the service of the United States, officers and enlisted men of the Kentucky National Guard, when employed in active field service, beginning with the day they assemble at their armories or other designated place until the day they return thereto and have been properly relieved, shall receive pay at the following daily rates:

Major General	$10.42
Brigadier General	10.42
Colonel	12.22
Lieutenant Colonel	10.69
Major	9.17
Captain	7.67
First Lieutenant	6.67
Second Lieutenant	6.00

Chief Warrant Officer	7.00
Warrant Officer (JG)	6.00
Master Sergenat	5.50
First Sergeant	5.50
Technical Sergeant	4.50
Staff Sergeant (& T/3)	3.83
Sergeant (& T/4)	3.33
Corporal (& T/5)	3.00
Private First Class	2.67
Private	2.50

Each fractional part of a day shall be deemed a full day. In addition to the foregoing prescribed rates of pay, a member shall be paid the actual and necessary cost of transportation, when transportation is not furnished in kind. Officers shall be allowed actual expenses, not to exceed $7.00 per day, in lieu of quarters and subsistence when quarters and subsistence are not furnished in kind. Enlisted men shall receive subsistence in addition to the pay and transportation provided above."

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	A. H. Calvert	James P. Hanratty
Earl F. Ashcraft	Earl W. Christian	Dennis Henderson
Sidney Baer	Everett T. Cooper	C. J. Holsclaw
Levi Baker	Horace T. Cull	Clyde S. Howard
C. E. Baumgardner	B. G. Davidson	R. N. Hubbard
Fred Beshear	Owen Deering	Ira W. Hulette
Isaac M. Blevins	G. I. Drury	Kerby Jennings
Chas. J. Bronston	Kermit Dwyer	J. Ernest Jones
Mrs. Mary Burnett	Otto W. Goff	L. H. Jones
Chas. W. Burnley	Henry C. Hale	Ercel Kozee

Harry K. Lowman	H. M. Pewitt	LeRoy Saylor
E. H. Martin	J. H. Polsgrove	James J. Shannon
C. D. Moberly	E. F. Prichard	Harry Smith
Archie R. Moore	Hobart Rayburn	John M. Spaulding
Davis Moore	Ottis Roberts	Albert Thomason
Fred H. Morgan	F. L. Robinson	G. C. Thornton
E. C. Mullins	Lilburn S. Rogers	W. J. Ward
Stanley Murphy	Amos Runyan	Lawrence Watts
T. A. Noe, Jr.	Glenn Rushing	Morris Weintraub
Joe E. Nunn	Mrs. Rutherford	Lynn Boyd Wells
H. S. Overby	Dr. K. N. Salyer	Rodney Whitlow
H. C. Patterson	D. B. Saylor	—65

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 411. An Act to amend Sections 241.160 and 241.170 of the Kentucky Revised Statutes, relating to the appointment and qualifications of City Alcoholic Beverage Administrators.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. Section 241.160 of the Kentucky Revised Statutes is amended to read as follows:

The legislative body of any city of the first, second, third or fourth class in which traffic in alcoholic beverages is not forbidden by KRS Chapter 242 shall by ordinance create the office of City Alcoholic Beverage Control Administrator, or shall assign the duties of this office to a presently established city office.

Sec. 2. Section 241.170 of the Kentucky Revised Statutes is amended to read as follows:

(1) The city administrator in each city of the first class, and such investigators and clerks as are deemed necessary for the proper conduct of his office, shall be appointed by the mayor. The city administrator in each city of the first class, and his investigators, shall have full podice powers of peace officers, and their jurisdiction shall be coextensive with such city. They may inspect any premises where alcoholic beverages are manufactured, sold, stored or otherwise trafficked in, without first obtaining a search warrant.

(2) The city administrator in each city of the second, third or fourth class shall be appointed by the city manager if there is one; if there is no city manager, the city administrator shall be appointed by the major.

(3) No person shall be a city administrator, an investigator or an employee of the city under the supervision of the city administrator, who would be disqualified to be a member of the Board under KRS 241.100.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Earl W. Christion	Henry C. Hale
Earl F. Ashcraft	Robert Collins	Dennis Henderson
Sidney Baer	Everett T. Cooper	E. R. Hilton
Levi Baker	Horace T. Cull	C. J. Holsclaw
C. E. Baumgardner	B. G. Davidson	Clyde S. Howard
Fred Beshear	Owen Deering	D. W. Howard
Mrs. Mary Burnett	G. I. Drury	M. G. Howard
Chas. W. Burnley	Kermit Dwyer	R. N. Hubbard
A. H. Calvert	Otto W. Goff	Kerby Jennings

Paul S. Jonas	Hobart Rayburn	John M. Spaulding
J. Ernest Jones	Ottis Roberts	John M. Stumbo
C. D. Moberly	F. L. Robinson	Albert Thomason
Archie R. Moore	Lilburn S. Rogers	G. C. Thornton
Davis Moore	Amos Runyan	W. J. Ward
Walter Moorman	Glenn Rushing	Lawrence Watts
E. C. Mullins	Mrs. Rutherford	Morris Weintraub
Stanley Murphy	Dr. K. N. Salyer	Lynn Boyd Wells
Joe E. Nunn	D. B. Saylor	Rodney Whitlow
J. H. Polsgrove	LeRoy Saylor	G. F. Williamson
E. F. Prichard	Paul E. Shannon	—59

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Weintraub moved that the rules be suspended for the purpose of introducing a bill.

Said motion was agreed to by a majority of the members elected.

Thereupon a bill of the following title was introduced, viz.:

By Mr. Weintraub.

H. B. No. 474. An Act relating to employes and organizations thereof; defining labor disputes; prescribing the procedure by which and the conditions under which injunctions may be granted in such disputes and the scope thereof.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. This Act shall be known and may be cited as the "Labor Disputes Act."

Section 2. No court in this State, as defined in this Act, shall have jurisdiction to issue any restraining order or temporary or permanent injunction in a case included within this Act, except in a strict conformity with the provisions of this Act; nor shall any such restraining order or temporary or permanent injunction be issued contrary to the public policy declared in this Act.

Exclusive jurisdiction and power to hear and determine all actions and suits coming under the provisions of this Act shall be vested in the Courts of the several counties of this State.

Section 3. In the interpretation of this Act and in determining the jurisdiction and authority of the courts of this State, as such jurisdiction and authority are defined and limited in this Act, the public policy of this State is hereby declared as follows:

Whereas under prevailing economic conditions, developed with the aid of governmental authority for owners of property to organize in the corporate and other forms of ownership association, the individual unorganized worker is commonly helpless to exercise actual liberty of contract and to protect his freedom of labor, and thereby to obtain acceptable terms and conditions of employment, wherefore, though he should be free to decline to associate with his fellows, it is necessary that he have full freedom of association, self-organization, and designation of representatives of his choosing, to negotiate the terms and conditions of his employment, and that he shall be free from the interference, restraints, or coercion of employers, of labor, or their agents, in the designation of such representatives or in self-organization or in the other concerted activities for the purpose of collective bargaining or other mutual aid or protection;

Whereas equity procedure that permits a complaining party to obtain sweeping injunctive relief that is not preceded by or conditioned upon notice to and hearing of the responding party or parties, or that permits sweeping injunctions to issue after hearing based upon written affidavits alone and not wholly or in part upon examination, confrontation and

cross-examination of witnesses in open court, is peculiarly subject to abuse in labor litigation for the reasons that:

(1) The status quo cannot be maintained but is necessarily altered by the injunction.

(2) Determination of issues of issues of veracity and of probability of fact from affidavits of the opposing parties that are contradictory, and, under the circumstances, untrustworthy rather than from oral examination in open court is subject to grave error.

(3) Error in issuing the injunctive relief is usually irreparable to the opposing party; and

(4) Delay incident to the normal course of appellate frequently makes ultimate correction of error in law or in fact unavailing in the particular case.

Therefore, the following definitions of and the limitations upon the power of jurisdiction and procedure of the courts of this State in cases involving or growing out of labor disputes are hereby enacted.

Section 4. Any undertaking or promise, such as is described in this section, or any other undertaking or promise in conflict with the public policy declared in Section 3 of this Act, is hereby declared to be contrary to the public policy of this State, shall not be enforceable in any court of this State, and shall not afford any basis for the granting of legal or equitable relief by any such court against a party to such undertaking or promise, or against any other persons who may advise, urge or induce either party thereto to act in disregard of such undertaking or promise, including specifically the following:

Every undertaking or promise hereafter made, whether written or oral, express or implied, constituting or contained in any contract or agreement of hiring or employment between any individual, firm, company, association or corporation, and any employee or prospective employee of the same, whereby

(a) Either party to such contract or agreement undertakes or promises not to join, become or remain a member of any labor organization or of any employer organization; or

(b) Either party to such contract or agreement undertakes or promises that he will withdraw from an employment relation in the event that he joins, becomes or remains a member of any labor organization or any employer organization.

Section 5. No court of this State shall have jurisdiction or power, in any case involving or growing out of a labor dispute, to issue any restraining order or temporary or permanent injunction which in specific or general terms impairs the right to do or prohibits any person or persons from doing, whether singly or in concert any of the following acts:

(a) Ceasing or refusing to perform any work or to remain in any relations of employment regardless of any undertaking or promise to the contrary;

(b) Becoming or remaining a member of any labor organization or of any employer organization, regardless of any such undertaking or promise as described in Section 4 of this Act;

(c) Paying or giving to, or withholding from, any person any strike or unemployment benefits or insurance, or other moneys or things of value;

(d) By all lawful means aiding any person who is being proceeded against in, or is prosecuting, any action or suit involving or arising out of a labor dispute in any court of the United States or of this State or of any State;

(e) Giving publicity to and obtaining or communicating information regarding the existence of, or the facts or merits involved in, any labor dispute, whether by advertising, speaking, patrolling, any public street or any place where any person or persons may lawfully be, or by any other method not involving fraud, duress or violence; provided that picketing or patrolling shall not be deemed to involve violence or duress merely because done in numbers;

(f) Organizing themselves, forming, joining or assisting in labor organizations, bargaining collectively with an employer by representatives freely chosen and controlled by themselves, or for the purpose of collective bargaining or other mutual aid or protection, or engaging in any concerted activities;

(g) Persuading by any lawful means, other persons to cease patronizing or contracting with, or employing or leaving the employ of any person or persons;

(h) Ceasing or refusing to work with any person or group of persons;

(i) Ceasing or refusing to work on any goods, materials, machines or other commodities;

(j) Assembling peaceably to do or to organize to do any of the acts heretofore specified or to promote their lawful interests;

(k) Advising or notifying any person of an intention to do any of the acts heretofore specified;

(l) Agreeing with other persons to do or not to do any of the acts heretofore specified;

(m) Advising, urging or otherwise causing or inducing, without fraud or violence, others to do the acts heretofore specified regardless of any such undertaking or promise as is described in Section 4 of this Act; and

(n) Doing in concert of any or all of the acts heretofore specified on the ground that the persons engaged therein constitute an unlawful combination or conspiracy.

Provided, that the specific enumeration in this section of acts which may not be restrained or enjoined shall not be construed to authorize the injunction or restraint of any act or acts not heretofore enjoinable or restrainable.

Section 6. No court of that State shall have jurisdiction or power, in any case involving or growing out of a labor dispute, to issue a restraining order or temporary or permanent injunction.

(a) Upon the ground that any of the persons participating or interested in the labor dispute constitute or are engaged in an unlawful combination or conspiracy because of the doing in concert of the acts enumerated in Section 5 of this Act; or

(b) Forbidding any of the acts enumerated in Section 5 upon the ground that illegal acts have been committed or threatened in the caurse of any labor dispute or that any ends

sought to be accomplished by any party to the labor dispute are illegal.

Section 7. No officer or member of any association or organization, and no association or organization participating or interested in a labor dispute, as herein defined, shall be held responsible or liable in any civil action at law or suit in equity, or in any criminal prosecution, for the unlawful acts of individual officers, members or agents, except upon proof beyond a reasonable doubt in criminal cases, and by the weight of evidence in other cases, and without the aid of any presumptions of law or facts, both of (a) the doing of such acts by persons who are officers, members or agents of any such association or organizations, and (b) actual participation in, or actual authorization of, such acts, or of express ratification of such acts after actual knowledge thereof by such association or organization.

Section 8. No court of this State shall issue any restraining order or a temporary or permanent injunction in any case involving or growing out of a labor dispute, as herein defined, except after hearing the testimony of witnesses in open court (with opportunity for cross-examination) in support of the allegations of a complaint made under oath, and testimony in opposition thereto, if offered, and except after findings of fact by the court, to the effect:

(a) That unlawful acts have been threatened and will be committed unless restrained or have been committed and will be continued unless restrained, but no temporary or permanent injunction or temporary restraining order shall be issued on account of any threat or unlawful act excepting against the person or persons, association or organization making the threat or committing the unlawful act or actually authorizing or ratifying the same after actual knowledge thereof;

(b) That substantial and irreparable injury to complainant's property will follow unless relief request is granted;

(c) That as to each item of relief granted greater injury will be inflicted upon complainant by the denial of relief than will be inflicted upon defendants by granting of relief;

(d) That no item of relief granted is relief which is prohibited under Section 5 of this Act;

(e) That complainant has no adequate remedy at law; and

(f) That the public officers charged with the duty to protect complainant's property are unable to furnish adequate protection.

Such hearing shall be held only after a verified bill of complaint and a verified bill of particulars specifying in detail the time, place and the nature of the acts complained of and the names of the persons alleged to have committed the same or participated therein have been served and after due and personal notice thereof has been given, in such manner as the court shall direct, to all known persons against whom relief is sought, and also to the chief of those public officials of the county and city within the unlawful acts have been threatened or committed charged with the duty to protect complainant's property; provided however that such notice shall in no case be less than forty-eight (48) hours. The hearing shall consist of the taking of testimony in open court with opportunity for cross-examination and testimony in opposition thereof, if offered, and no affidavits shall be received in support of any of the allegations of the complaint.

Section 9. No temporary restraining order or temporary injunction shall be issued except on condition that complainant shall first file a minimum undertaking of one thousand dollars. Where such an order or injunction is sought against more than a single individual, the court on the hearing shall make a finding of the number of individuals sought to be enjoined and the undertaking shall be increased by the sum of twenty dollars for each additional individual sought to be enjoined, provided, however, that the maximum undertaking that may be required pursuant to this section shall not exceed ten thousand dollars. The undertaking shall be sufficient to recompense those enjoined for any loss, expense, or damage caused by the improvident or erroneous issuance of such order or injunction, including all reasonable costs (together with a reasonable attorney's fee) and expense against the order or

against the granting of any injunctive relief sought in the same proceeding and subsequently denied by the court.

The undertaking herein mentioned shall be understood to signify an agreement entered into by the complainant and the surety upon which a decree may be rendered in the same suit or proceeding against said complainant and surety, upon a hearing to assess damages of which hearing complainant and surety submitting themselves to the jurisdiction of the court for that purpose. But nothing herein contained shall deprive any party having a claim or cause of action under or upon such undertaking from electing to pursue his ordinary remedy by suit at law or in equity.

Section 10. No restraining order or temporary or permanent injunctive relief shall be granted to any complainant in a case involving or growing out of a labor dispute who has violated the public policy as declared in Section 3, or who has failed to plead and prove (a) compliance with all obligations imposed by law which are involved in the labor dispute in question and (b) that he has made every reasonable effort to settle such dispute (I) by negotiation, (II) with the aid of any available machinery of mediation or voluntary arbitration provided for by law, and (III) with the aid of any machinery of mediation or voluntary arbitration provided for by agreement between any complainant and any person sought to be enjoined.

Section 11. No restraining order or temporary or permanent injunction shall be granted in a case involving or growing out of a labor dispute, except on the basis of findings of fact made and filed by the court in the record of the case prior to the issuance of such restraining order or injunction; and every restraining order or injunction granted in a case involving or growing out of a labor dispute shall include only a prohibition of such specific act or acts as may be expressly complained of in the bill of complaint or petition filed in such case and as shall be expressly included in said findings of fact made and filed by the court as provided herein, and shall be binding only upon the parties to the suit, their agents, servants, and employees, and who shall by personal service or otherwise have secured actual notice of the same.

Section 12. No court of this State shall have jurisdiction or power, in any case involving or growing out of a labor dispute, to issue a temporary restraining order or temporary injunction where employees are defendants if the employer, either in anticipation of, or at, or subsequent to the inception of a labor dispute has employed persons or assigned other employees to perform the duties as employees then or subsequently not working because of the labor dispute; unless, prior to the granting of such restraining order or temporary injunction the said employer has discharged such persons and reassigned the other employees back to their former duties and such facts shall be averred under oath in the application for the temporary restraining order or temporary injunction; and no temporary restraining order or temporary injunction shall issue unless it contains the following provision:

"This order (or injunction) shall remain in effect only so long as ..... (name of employer) shall not employ persons, or transfer employees to perform the duties of those now or hereafter not working because of the labor dispute."

Section 13. Every restraining order, temporary or permanent injunction, issued by a court of this State, in any case involving or growing out of a labor dispute, shall contain the following provision:

"That complainant and/or the employer and their or either of their agents or employees shall be enjoined from any and all acts or threats of violence, intimidation, coercion, molestation, libel, or slander against the respondents or organizations engaged in the labor dispute."

Section 14. Whenever any court of the State shall issue or deny any temporary injunction in a case involving or growing out of a labor dispute, the court shall, upon the request of any party to the proceedings and on his filing the usual bond for costs, forthwith certify as in ordinary cases the record of the case, including a transcript of the evidence taken, to the ..... Court for its review. Upon filing of such record in the ..... Court, the appeal shall be heard and the temporary injunctive order affirmed,

modified, or set aside with the greatest possible expedition, giving the proceedings precedence over all other matters except older matters of the same character.

Section 15. Every temporary injunction and temporary restraining order, issued in a case involving or growing out of a labor dispute, shall by its terms expire within such time after entry as the court may fix, not to exceed ten (10) days, unless the plaintiff is ready by the expiration of such period to proceed to trial and shall pay the necessary calendar and trial fees. Every permanent injunction, issued in a case involving or growing out of a labor dispute, shall expire at the end of one hundred and eighty (180) days after the date on which the judgment is signed, provided, however, that the duration of the injunction may be extended for another one hundred and eighty (180) days, if, after a further hearing initiated and conducted in the same manner as the original hearing, the court shall determine that the injunction shall be continued or modified in accordance with the findings of facts on the subsequent hearing.

Section 16. Upon denial by the court of any injunctive relief sought in an action involving or growing out of a labor dispute, the court shall order the complainant to pay reasonable costs and expenses of defending the suit and a reasonable counsel fee.

Section 17. In all cases where a person shall be charged with contempt of a restraining order or injunction of a court or judge or judges thereof, by doing any act or thing therein, or thereby forbidden to be done by him, if the act or thing so done by him be of such character as to constitute also a criminal offense under the laws of the State or of the United States, the accused shall enjoy:

(a) The rights as to admission to bail that are accorded to persons accused of crime;

(b) The right to be notified of the accusation and a reasonable time to make a defense, provided the alleged contempt is not committed in the immediate view or presence of the court;

(c) Upon demand, the right to a speedy and public trial by an impartial jury of the judicial district wherein the contempt shall have been committed, provided that this requirement shall not be construed to apply to contempts committed in the presence of the court or so near thereto as to interfere directly with the administration of justice or to apply to the misbehavior or misconduct or disobedience of any officer of the court on respect to the writs, orders or process of the court.

Section 18. The defendant in any proceeding for contempt of court may file with the court a demand for the retirement of the judge sitting in the proceeding, if the contempt arises from an attack upon the character or conduct of such judge and if the attack occurred elsewhere than in the presence of the court or so near thereto directly with the administration of justice. Upon the filing of any such demand the judge shall thereupon proceed no further, but another judge shall be designated by the presiding justice of said court, or in the same manner as is provided by law. The demand shall be filed prior to the hearing in the contempt proceeding.

Section 19. Punishment for a contempt, specified in Section 17, may be by fine, not exceeding $100, or by imprison ment not exceeding fifteen days in the jail of the county where the court is sitting, or both, in the discretion of the court Where a person is committed to jail, for the non-payment of such fine, he must be discharged at the expiration of fifteen days; but where he is also committed for a definite time, the fteen days must be computed from the expiration of the definite time.

Section 20. When used in this Act, and for the purposes of this Act:

(a) The term "labor dispute" includes any controversy

(1) Concerning terms or conditions of employment, or

(2) Concerning the association, or representation of persons in negotiating, fixing, maintaining, changing, or seeking to arrange terms or conditions or employment, or

(3) Concerning employment relations, including the right to be recognized as the representatives or bargaining agent of employees, or

(4) Concerning the respective interests of employer and employee, regardless of whether or not the disputants stand in the proximate relation, of employer and employee, and regardless of whether or not an employer or employee is a party to, or participant in, such controversy.

(b) A person or association shall be held to be a person participating or interested in a labor dispute (1) if relief is sought against him or it and (2) if he or it is engaged in the industry, trade, craft, or occupation in which such dispute occurs, or is a member, officer, or representative of any association of employers or employees engaged in such industry, trade, craft, or occupation, or has a direct or indirect interest therein, or is a person acting on behalf of any such person or association, or to promote the interest thereof, or is a person who uses or deals with the products of, or services provided by the industry, trade, craft or occupation in which such dispute occurs.

(c) A case shall be held to involve or to grow out of a labor dispute if such dispute is (1) between one or more employers or associations of employers and one or more employees or association of employees, or (2) between one or more employers or association of employers and one or more employers or association of employers; or (3) between one or more employees or association of employees and one or more employees or association of employees; or (4) a case involving any conflicting or competing interests in a labor dispute, as defined in subdivision (a) of this section, of persons partcipating or interested therein as defined in subdivision (b) of this section.

(d) The term "court" includes every court of ..... of the several counties of this State, including the judge or judges thereof.

(e) The term "complainant" includes every person, whether plaintiff or defendant in the cause, who seeks affirmative relief.

(f) The term "defendant" includes every person, whether plaintiff or defendant in the cause, against whom affirmative relief is sought.

(g) The term "employer" is declared to include master, and shall also include natural persons, partnerships, unincorporated associations, joint stock companies, corporations for profit, corporations not for profit, municipal corporations, the State and all governmental agencies created by it, receivers in equity, and trustees or receivers in bankruptcy.

(h) The term "employee" is declared to include all natural persons who perform services for other persons, and shall not be limited to the employees of a particular employer, and shall include any individual who has ceased work as a consequence of, or in connection with any matter involved in a labor dispute.

Section 21. If any section, sentence, clause or part of this Act is, for any reason, held to be unconstitutional, such decision shall not affect the remaining portion of this Act. The Legislature hereby declares that it would have passed this Act and each sentence, clause or part thereof irrespective of the fact that one or more sections, sentences, clauses or parts thereof be declared unconstitutional.

Section 22. All Acts or parts of Acts inconsistent with the provisions of this Act are hereby repealed.

Section 23. This Act shall become effective immediately and shall apply to all proceedings pending at the time of the effective date thereof.

Ordered that said bill be printed and referred to the Committee on Rules.

Mr. Archie R. Moore moved that the rules be suspended and the privilege of the floor be extended to Mrs. E. P. Brown.

Said motion was unanimously agreed to.

Mr. Polsgrove moved that the rules be suspended and the privilege of the floor be extended to the Reverend David W. Rummage, Miss Mary Rummage, Mrs. H. S. Rummage, Mrs. H. M. Sharpe, Miss Anita Thompson and Miss Elizabeth Sullivan.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

S. B. No. 243. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-sixth, Thirty-third and Thirty-fifth Districts in order to comply with the meaning and intent of the Constitution with respect to division of the state into judicial districts; providing for the continuation in office of the present circuit judges and commonwealth's attorneys and creating the offices of additional circuit judge and Commonwealth's attorney for the new district established by this Act; and providing for the terms of court in each district affected by this Act.

Said bill is as follows, viz.:

Whereas, the General Assembly has given due regard to the elements of territory, business and population involved in the division of the state into judicial districts; and

Whereas, with such due regard, the General Assembly has found the following facts to exist:

1. That the entire population of the state, as of the last preceding Federal Census, is 2,845,627.

2. That upon the basis of such population, additional judicial districts may be established to those now existing, pursuant to Sections 128 and 132 of the Constitution.

3. That, as of the last Federal Census, the population of Harlan County is 75,275 and the population of Pike County is 71,122; that both of such counties are industrial counties in which there is an abnormal amount of litigation; and that the volume of business in the courts of such counties is such that, when combined with the business of any other county, it is impossible for the courts to transact the business without a long period of delay and serious prejudice to the rights

of litigants who are unable to obtain reasonably prompt disposition of their litigation.

4. That the territory embracing the counties of Bell and Leslie is such as to make it convenient and advantageous that those counties be joined in one judicial district; the population of those counties is such as is contemplated by the Constitution to be included in one judicial district; and the business of the courts in those counties will be expedited by combining those counties in one judicial district.

5. That the territory embracing the counties of Letcher and Perry is such as to make it convenient and advantageous that those counties be joined in one judicial district; the population of those counties is such as is contemplated by the Constitution to be included in one judicial district; and the business of the courts in those counties will be expedited by combining those counties in one judicial district; and

Whereas, the General Assembly finds it to be the intent and purpose of Sections 128 and 132 of the Constitution that the General Assembly may establish such number of judicial districts as may be required by reason of the exigencies of territory, business and population, not exceeding one district for each 60,000 of population of the state, excluding the districts in counties having a population of 150,000; and that the Constitution contemplates that whether there shall be more than one county in any judicial district depends solely upon the exigencies of territory, business and population, with the express intention that the population in any district be as near to 60,000 as practicable, regardless of the number of counties therein, and with the exception prescribed in Section 138 of the Constitution that certain counties shall have the privilege of constituting separate districts even though their population is not as much as 60,000:

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The twenty-sixth, thirty-third and thirty-fifth judicial Districts shall hereafter be composed of the following counties:

Twenty-sixth District. Harlan.

Thirty-third District. Letcher and Perry.

Thirty-fifth District. Pike.

§ 2. A new judicial district is established, to be numbered the *Forty-first* Judicial District, and to consist of the counties of Bell and Leslie.

§ 3. The present circuit judges and Commonwealth's attorneys for the twenty-sixth, thirty-third and thirty-fifth Judicial Districts, as now constituted, shall retain their respective offices, for the terms for which they were elected, for the said districts as they have been changed under this Act, provided that the present Commonwealth's attorney for the present thirty-third District, being a resident of Leslie County, shall not be allowed to retain his office unless he shall remove his residence, within a reasonable time, into one of the counties of the thirty-third District as constituted under this Act.

§ 4. The offices of circuit judge and Commonwealth's Attorney for the new judicial district established by this Act, being the *Forty-first* Judicial District, are hereby created Until the regular election for circuit judges and Commonwealth's attorneys in 1951, said offices shall be filled as provided in Section 152 of the Constitution for offices in which there is a vacancy.

§ 5. The regular term of each court in the judicial districts dealt with by this Act shall commence in each county at the following named time, and continue, if the business requires it, the number of days hereinafter prescribed.

Twenty-sixth District. Harlan County, at Harlan, on the first Monday in January and the first Monday in February, eighteen juridical days each; on the first Monday in March, twenty-four juridical days; on the first Monday in April and the first Monday in May, eighteen juridical days each; on the first Monday in June, twenty-four juridical days; on the first Monday in September, eighteen juridical days; on the first Monday in October, twenty-four juridical days; and on the first Monday in November, eighteen juridical days.

Thirty-third District. Perry County, at Hazard, on the third Monday in February, the third Monday in May, the first Monday in September and the second Monday in November, twenty-four juridical days each.

Letcher County, at Whitesburg, on the first Monday in January, the first Monday in April, the first Monday in July, and the first Monday in October, twenty-four juridical days each.

Thirty-fifth District. Pike County, at Pikeville, on the first Monday in January, twenty-four juridical days; on the first Monday in February, eighteen juridical days; on the first Monday in March and the first Monday in April, twenty-four juridical days each; on the first Monday in May, eighteen juridical days; on the first Monday in June, twenty-four juridical days; on the first Monday in September, eighteen juridical days; on the first Monday in October and on the second Monday in November, twenty-four juridical days each.

Forty-first District. Bell County, at Pineville and Middlesboro, on the second Monday in January, the first Monday in April, the first Monday in June, and the first Monday in September, twenty-four juridical days each; on the first Monday in November, thirty juridical days.

Leslie County, at Hyden, on the first Monday in March, the first Monday in May, and the first Monday in October, twenty-four juridical days each.

§ 6. In order not to disrupt any term of court in the districts dealt with by this Act, this Act shall not take effect until September 1, 1948.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Ira W. Hulette	Glenn Rushing
Roy W. Arnold	Kerby Jennings	Mrs. Rutherford
Sidney Baer	Paul S. Jonas	Dr. K. N. Salyer
Levi Baker	J. Ernest Jones	D. B. Saylor
C. E. Baumgardner	L. H. Jones	LeRoy Saylor
Fred Beshear	Ercel Kozee	Paul E. Shannon
Isaac M. Blevins	Harry K. Lowman	Jesse H. Shelton
Mrs. Mary Burnett	E. H. Martin	Harry Smith
Chas. W. Burnley	Archie R. Moore	John M. Spaulding
A. H. Calvert	Walter Moorman	Chas. L. Spillman
Earl W. Christian	Fred H. Morgan	Albert Thomason
Robert Collins	E. C. Mullins	G. C. Thornton
Everett T. Cooper	Stanley Murphy	W. R. Tipton
Horace T. Cull	T. A. Noe, Jr.	J. B. Veech
Owen Deering	H. C. Patterson	W. J. Ward
G. I. Drury	J. H. Polsgrove	Lawrence Watts
Otto W. Goff	Hobart Rayburn	Morris Weintraub
Henry C. Hale	Ottis Roberts	Rodney Whitlow
Carson Hibbitts	Amos Runyan	G. F. Williamson
C. J. Holsclaw		

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Those who voted in the negative were—

Kermit Dwyer	E. F. Prichard	John M. Stumbo
D. W. Howard	James J. Shannon	Wilford S. Travis

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Resolved that the title thereof be as aforesaid.

Mr. Hibbitts moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

The Speaker vacated the Chair and designated Mr. Rayburn as Speaker Pro Tem.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 8. An Act regulating the relation between owners and operators of motor vehicles and certain passengers therein.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Any person who becomes a passenger in any motor vehicle without paying compensation for his transportation thereby covenants and agrees to and with the owner and operator that he will not sue the owner and operator or either of them, for any injuries or damages sustained in any accident involving the motor vehicle, unless the passenger when entering the vehicle shall inform the operator thereof that he does not so covenant or agree with the owner and operator.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Isaac M. Blevins	Archie R. Moore	Jesse H. Shelton
Chas. W. Burnley	Fred H. Morgan	G. W. Steinford
Owen Deering	H. S. Overby	John M. Stumbo
Henry C. Hale	H. C. Patterson	Albert Thomason
Clyde S. Howard	H. M. Pewitt	G. C. Thornton
D. W. Howard	Ottis Roberts	J. B. Veech

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Those who voted in the negative were—

Bernam Adams	Earl F. Ashcraft	Mrs. Mary Burnett
Jason Alford	Sidney Baer	Paul Carter
Roy W. Arnold	Levi Baker	Earl W. Christian

Robert Collins	Ercel Kozee	Amos Runyan
Everett T. Cooper	E. H. Martin	Glenn Rushing
Horace T. Cull	C. D. Moberly	Mrs. Rutherford
B. G. Davidson	Walter Moorman	Dr. K. N. Salyer
G. I. Drury	E. C. Mullins	D. B. Saylor
Kermit Dwyer	Stanley Murphy	James J. Shannon
N. M. Hamilton	T. A. Noe, Jr.	Harry Smith
James P. Hanratty	Joe E. Nunn	John M. Spaulding
Dennis Henderson	J. H. Polsgrove	W. R. Tipton
C. J. Holsclaw	E. F. Prichard	Wilford S. Travis
Ira W. Hulette	Hobart Rayburn	Lynn Boyd Wells
Paul S. Jonas	F. L. Robinson	Rodney Whitlow
J. Ernest Jones	Lilburn S. Rogers	Charles W. Wirsch
L. H. Jones		

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And so said bill was rejected.

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

S. B. No. 200. An Act creating a Sinking Fund Commission to invest certain funds of the Commonwealth, and defining its powers and duties.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon the Speaker Pro Tem, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bill be delivered to the Enrolling Clerk of the Senate.

A message was received from the Senate requesting the House to return to the Senate for further consideration a bill which was reported to this House on March 9, 1948, entitled:

S. B. No. 59. An Act relating to the award of contracts by the State Division of Purchases and Public Property.

Mr. Burnley moved that said bill be returned to the Senate in accordance with the request of that body that said bill be returned for further consideration.

Said motion was agreed to.

Ordered that the Chief Clerk return said bill to the Senate.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 48. An Act amending and re-enacting KRS 132.640 relating to advancement against compensation to county tax commissioner in counties containing city of first or second class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 132.640 of K.R.S. is amended and re-enacted to read as follows:

(1) In a county containing a city of the first class, the county tax commissioner is entitled to receive an advancement of nine thousand dollars per month to defray necessary official expenses and partial payment of the salaries of himself, his deputies, appraisers and assistants, and the Department of Finance, shall, on the first of each calendar month, draw a warrant on the Treasurer in favor of the county tax commissioner for such sum. The sum of these advancements shall be deducted from the total amount found to be due the commissioner when yearly settlements are made. If the office of the county tax commissioner becomes vacant, the sums advanced hereunder shall be deducted from the total sum due for making assessments.

(2) The Department of Finance shall, on the first of each calendar month, authorize payment of six hundred dollars to

the county tax commissioner of each county containing a city of the second class, as an advancement by the state to defray necessary official expenses and partial payment of the salaries of himself and deputies. These sums shall be deducted from the total paid the tax commissioner when the yearly settlements are made. If the office of tax commissioner becomes vacant, the sums advanced hereunder shall be deducted from the yearly settlement when it is made.

In order to make this Act effective for the entire calendar year 1948, the Commissioner of Finance, at the time of making his monthly advancement for the month of July, 1948, shall further advance the sum of $1800, representing, for the first six months of 1948, the difference in the amount of monthly advancement authorized by this Act over and above the amount authorized under the existing statute.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Earl W. Christian	Ira W. Hulette
Jason Alford	Robert Collins	Kerby Jennings
Roy W. Arnold	Everett T. Cooper	Paul S. Jonas
Earl F. Ashcraft	Horace T. Cull	L. H. Jones
Sidney Baer	B. G. Davidson	Ercel Kozee
Levi Baker	Owen Deering	Harry K. Lowman
C. E. Baumgardner	G. I. Drury	Ed Marcum
Fred Beshear	Kermit Dwyer	E. H. Martin
Isaac M. Blevins	Dennis Henderson	Archie R. Moore
Chas. J. Bronston	Carson Hibbitts	Walter Moorman
Mrs. Mary Burnett	C. J. Holsclaw	Fred H. Morgan
Chas. W. Burnley	Clyde S. Howard	E. C. Mullins
A. H. Calvert	M. G. Howard	T. A. Noe, Jr.
Paul Carter	R. N. Hubbard	Joe E. Nunn

H. S. Overby	Dr. K. N. Salyer	Albert Thomason
E. F. Prichard	D. B. Saylor	G. C. Thornton
Hobart Rayburn	James J. Shannon	Wilford S. Travis
Ottis Roberts	Paul E. Shannon	Lawrence Watts
F. L. Robinson	Jesse H. Shelton	Morris Weintraub
Lilburn S. Rogers	Harry Smith	Lynn Boyd Wells
Amos Runyan	John M. Spaulding	Rodney Whitlow
Glenn Rushing	G. W. Steinford	Charles W. Wirsch
Mrs. Rutherford		—67

Reseloved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Burnely moved that the rules be suspended for the purpose of introducing bills.

Said motion was agreed to by a majority of the members elected.

Thereupon bills of the following titles were introduced, viz.:

By Mr. Burnley.

H. B. No. 475. An Act relating to attorneys for executice or administrative departments, agencies, divisions and independent agencies of the Commonwealth of Kentucky.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That:

Section 1. The term "department" as used in this act shall be construed to mean and to include each and every executive or administrative department, agency, division and

independent agency as said terms are defined and set forth in Chapter 12 of the Kentucky Revised Statutes, and shall include any administrative department, agency, division and independent agency heretofore or hereafter designated as such by the General Assembly.

Section 2. The Governor, or any department with the approval of the Governor, shall have the power and the authority to employ and to fix the term of employment and the compensation to be paid to an attorney or attorneys for legal services to be performed for the Governor or for such department. The compensation and expenses of any attorney or attorneys employed under the provisions of this act shall be paid out of the appropriations made to such department as other salaries, compensation and expenses are paid, except when the terms of employment provide that the compensation shall be on a contingent basis, and in such event the attorneys may be paid the amount specified out of the moneys recovered by them or out of the general fund. Before the employment of any attorney under the provisions of this Act shall be made or become effective, the Governor shall approve the employment and the terms of employment by Executive Order duly entered upon the Executive Journal in the office of the Secretary of State.

An attorney may be employed pursuant to the provisions of this Act to render legal services for one or more dependents, and if employed by more than one department he shall perform such services as provided in the agreement entered into by the departments and approved by the Governor.

Section 3. Any attorney or attorneys employed pursuant to the provisions of this Act shall have authority to appear as the chief attorney for and to represent the department in the trial and argument of all cases and proceedings in the Kentucky Court of Appeals and in any and all other courts, and before boards, governmental agencies and tribunals in or out of this Commonwealth whenever such department or any officer or employee thereof is a party in interest or the official rights, powers or duties of the department or of any officer or employee thereof are directly or indirectly affected.

Such attorney or attorneys may institute and prosecute all suits, motions, actions and proceedings necessary to cause the assessment of property, the collection of taxes, and the payment of all claims, accounts, demands and judgments of the Commonwealth, for the assessment or collection of which the department may be charged by law, and to take all necessary steps by suit, motion, action or otherwise to collect or cause to be collected and paid into the State Treasury all such claims, demands, accounts and judgments. Any attorney or attorneys so employed shall attend to all litigation and legal business within and without the State, required of him or them by the terms of his or their employment; and also any litigation or legal business that any officer or employee of such department may have in connection with or growing out of his official duties or the official duties of the department; and he or they, upon the written request of any executive or ministerial officer of the department, shall give such department or officer his written opinion as to the duties of such officer and shall prepare proper drafts of all instruments of writing and perform such other legal services pertaining to the functions of the department as may be provided by the terms of employment.

Section 4. Sections 15.020, 15.050 and 15.130 of the Kentucky Revised Statutes are hereby repealed in their entirety. Any person or persons who has heretofore or who may hereafter be appointed as an attorney under Section KRS 15.130 shall hold office only until the effective date of this Act, at which time such employment shall cease and terminate. All other laws and parts of laws in conflict herewith, to the extent of such conflict, are hereby repealed. Provided, however, that except to the extent herein provided, nothing in this Act shall be construed, nor is the same intended to affect the tenure or compensation of any Assistant Attorney General now or hereafter appointed and serving pursuant to law; provided, further, that the Governor or any department may require the advice or services of the Attorney General and the Assistant Attorneys General in matters relating to the duties or functions of any such office or department.

Section 5. Whereas, the proper and efficient functioning of the department require attorneys in addition to those now on the Attorney General's staff; and

Whereas, in some instances and in some departments it is necessary and advisable to have regularly employed attorneys to perform services for compensation contingent upon moneys collected as a result of such services; and

Whereas, such services may not be obtained under the existing laws; and

Whereas, under the provisions of Section 81 of the Constitution of Kentucky, the Governor is charged with the duty and responsibility of the enforcement of the laws, it is necessary that the powers granted in this Bill be given immediate effect, an emergency is hereby declared to exist and this Act shall become effective immediately upon its passage and approval by the Governor.

By Messrs. Adams, Baker, Travis, Paul E. Shannon, Goff, Rogers, Archie R. Moore, Morgan, Kozee, Burnley, Shelton, Cull, Davidson, Marcum, Calvert, Wells, Stumbo, Spillman, Martin, Thornton, Beshear, Deering, Thomason, Davis Moore, Sapulding, Veech, Rayburn, Collins, Moorman, Bronston, Baumgardner, Prichard and Mrs. Ruthreford.

H. B. No. 476. An Act to amend Section 119.250 of the Kentucky Revised Statutes, 1946 edition, to require the payment of a fee at the time of filing nomination papers for candidates for United States Senator and Representative in Congress.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That section 119.250 of the Kentucky Revised Statutes, 1946 edition, is hereby amended by inserting: "filing fees for candidates for Congress" in the head-note, by inserting "(1)" after the head-note, and by adding the following new section:

"(2) No person shall have his name printed on the official ballot of his party as a candidate for the office of United States Senator or for the office of Representative in Congress unless the nomination papers filed with the Secretary of State are accompanied by a certified check, payable to the State Treasurer, for the amount of the filing fee required by this subsection. In case of a candidate for the office of United States Senator the filing fee shall be $500. In the case of a candidate for the office of Representative in Congress the filing fee shall be $250. Subject to the provisions of KRS 1.070, all receipts under this subsection shall be promptly paid into the Treasury." so that said section when so amended shall read as follows:

"119.250 County clerk's fees; filing fees for candidates for Congress. (1) The county clerk shall receive a fee of one dollar for each notification and declaration paper filed with him, to be paid by the candidate when the notification and declaration is led, and a fee of twenty-five cents for each name published as provided in KRS 119.190, to be paid by the county. The county clerk shall receive no other fees for his services under this chapter.

"(2) No person shall have his name printed on the official ballot of his party as a candidate for the office of United States Senator or for the office of Representative in Congress unless the nomination papers filed with the Secretary of State are accompanied by a certified check, payable to the State Treasurer, for the amount of the filing fee required by this subsection. In the case of a candidate for the office of United States Senator the filing fee shall be $500. In the case of a candidate for the office of Representative in Congress the filing fee shall be $250. Subject to the provisions of KRS 41.070, all receipts under this subsection shall be promptly paid into the Treasury."

Sec. 2. This Act shall take effect and be in force from and after its passage and approval.

By Messrs. Adams, Baker, Travis, Paul E. Shannon, Goff, Rogers, Archie R. Moore, Morgan, Kozee, Burnely, Shelton, Cull, Davidson, Marcum, Calvert, Wells, Stumbo, Spillman,

Martin, Thornton, Beshear, Deering, Dwyer, Thomason, Davis Moore, Spalding, Veech, Holsclaw, Rayburn, Collins, Lawrence Watts, Moorman, Prichard and Mrs. Rutherford.

H. B. No. 477. An Act to amend Section 118.080 of the Kentucky Revised Statutes, 1946 Edition, changing the required number of signers to the petition of a candidate for nomination for regular election.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That subsection (2) of section 118.080 of the Kentucky Revised Statutes, 1946 edition, is hereby amended by striking out the words "one thousand" and inserting in lieu thereof the words "nine thousand" and by striking out the words "four hundred" and inserting in lieu thereof the words "one thousand" so that said subsection when so amended shall read as follows:

"(2) Except as provided in subsection (3) of this section, a petition of nomination for a state officer, or any officer for whom all the electors of the state are entitled to vote, shall contain nine thousand petitioners; for a representative in Congress from any Congressional district, or for an officer from any other district except as herein provided, one thousand petitioners; for a county officer or member of the General Assembly, one hundred petitioners; for an officer of a precinct or ward, or other division less than a county, twenty petitioners. The signatures of the petition need not be appended to one paper. No petitioner shall be counted unless his residence and postoffice address are designated. If any person joins in nominating, by petition, more than one nominee for any office to be filed, he shall not be counted as a petitioner for either nomination. The petition shall state the name and residence of each of the candidates, that he is legally qualified to hold the office, and that the subscribers desire, and are legally qualified, to vote for the candidate. The petition shall designate a brief name or title of the party or principle that the

candidate represents, together with any simple figure or device by which it is desired that he be designated on the ballots."

Sec. 2. This Act shall take effect and be in force from and after its passage and approval.

Ordered that said bills be printed and referred to the Committee on Rules.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Commiittee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled bills of the following titles, viz.:

H. B. No. 77. An Act to repeal amend and re-enact Sections 437.110 and 437.120, Kentucky Revised Statutes, relating to conspiracy; banding together for unlawful purpose.

H. B. No. 186. An Act relating to the commission form of government for cities, with particular relation to the compensation of the mayor and commissioners in cities of the third class; amending subsection (2) of KRS 89.110.

Thereupon all other business was suspended, said bills were read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker Pro Tem, in open session and in the presenec of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bills to the Senate.

After a time the Enrolling Clerk aforesaid delivered the original and enrolled copies of said bills duly signed by the President of the Senate into the possession of the Chief Clerk of this House.

Ordered that the Chief Clerk deliver said bills to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 415. An Act changing the classification of the City of Cumberland in Harlan County.

Said bill is as follows, viz.:

Whereas, satisfactory information has been presented to the General Assembly that the population of the City of Cumberland, in Harlan County, is such as to justify its being assigned to the fourth class of cities;

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. The City of Cumberland, in Harlan County, is hereby transferred from the fifth class to the fourth class of cities. This transfer is intended to be effective notwithstanding that the present General Assembly, in an Act amending KRS 81.010, may, in setting said section forth at length, continue to enumerate the City of Cumberland as a fifth class city.

Mr. Prichard moved the previous question.

Whereupon, the Speaker Pro Tem announced, "Shall the main question be now put?"

Which was decided in the affirmative.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

C. E. Baumgardner	Henry C. Hale	H. M. Pewitt
Chas. W. Burnley	N. M. Hamilton	J. H. Polsgrove
A. H. Calvert	C. J. Holsclaw	E. F. Prichard
B. G. Davidson	M. G. Howard	Paul E. Shannon
Owen Deering	Paul S. Jonas	Jesse H. Shelton
Otto W. Goff	Fred H. Morgan	G. W. Steinford

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Those who voted in the negative were—

Jason Alford	Ira W. Hulette	Glenn Rushing
Roy W. Arnold	Kerby Jennings	Dr. K. N. Salyer
Earl F. Ashcraft	Ercel Kozee	D. B. Saylor
Sidney Baer	Harry K. Lowman	LeRoy Saylor
Levi Baker	E. H. Martin	James J. Shannon
Isaac M. Blevins	C. D. Moberly	Harry Smith
Paul Carter	Archie R. Moore	John M. Spaulding
Earl W. Christian	Walter Moorman	John M. Stumbo
Robert Collins	E. C. Mullins	G. C. Thornton
Everett T. Cooper	Stanley Murphy	W. R. Tipton
Perry M. Cross	Joe E. Nunn	J. B. Veech
G. I. Drury	H. S. Overby	W. J. Ward
Kermit Dwyer	H. C. Patterson	Lawrence Watts
James P. Hanratty	Hobart Rayburn	Morris Weintraub
Dennis Henderson	Ottis Roberts	Lynn Boyd Wells
Clyde S. Howard	F. L. Robinson	Rodney Whitlow
R. N. Hubbard	Amos Runyan	Charles W. Wirsch

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And so said bill was rejected.

Mr. LeRoy Saylor moved that the vote by which said bill was rejected be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Brunley moved that the House do now recess for fifteen minutes.

Said motion was agreed to.

And then the House recessed.

Fifteen minutes having expired, the Speaker resumed the Chair and called the House to order.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 10, 1948

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster

As Chairman of the Rules Committee, I wish to report that the following bills and resolution have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

Joint Resolution	69
House Bill	465
House Bill	464
House Bill	475
House Bill	476
House Bill	477
House Bill	467

A majority of the Rules Committee today has reported the following bill to be acted upon in the Orders of the Day:

House Bill 148

Very truly yours,

(Signed) T. Herbert Tinsley
Speaker

—aaf

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 317. An Act requiring the Department of Highways to construct and operate a bridge across the Cumberland River immediately above Cumberland Falls, and providing for the financing of the same.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The Department of Highways is hereby directed and required to immediately undertake the construction of a suitable highway bridge across the Cumberland River immediately above the Cumberland Falls, at or about the location of the present state ferry crossing, such bridge to be constructed under the authority provided in KRS 180.020 to 180.250, and to be financed through bonds and tolls as provided in those sections.

§ 2. Whereas, the present ferry operations across the Cumberland River above Cumberland Falls are dangerous to human life, and impede the safe and adequate movement of traffic in the vicinity of the Falls, an emergency is declared to exist and this Act shall take effect upon its passage and approval of the Governor.

Mr. Maurice Howard offered the following amendment to said bill by way of substitute therefor, viz.:

An Act providing for the construction and operation of a bridge across the Cumberland River upstream from Cumberland Falls, and providing for the financing of same; and providing for the construction and maintenance of a suitable highway crossing said bridge, intersecting with present Highway No. 90 at points east and west of Cumberland Falls State Park.

Whereas, the present ferry on Highway No. 90, crossing Cumberland River immediately above Cumberland Falls, is

unsafe and unsightly, frequently out of repair and out of operation, and is so inadequate to meet traffic requirements that persons desiring to travel through the Cumberland Falls Park area are delayed for substantial periods of time because the ferry cannot handle the traffic load; and

Whereas, on at least two occasions the ferry has broken loose and been washed over the Falls, and on at least one occasion has sunk with a loss of property; and

Whereas, it is undesirable from the standpoint of proper park development and use to have a main traveled highway passing through the park area; and

Whereas, the construction and maintenance of a suitable highway and bridge up stream from Cumberland Falls will greatly improve the suitability of the Cumberland Falls State Park and will substantially increase tourist revenue;

Now, Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. The Department of Highways is hereby directed and required to immediately undertake the construction of a suitable State Highway beginning at a point on present Highway No. 90 in Whitley County east of Dry Bridge and at or about the point of the old C.C.C. Camp, and running in a westerly direction to intersect with Highway No. 90 west of Cumberland Falls, in McCreary County, at or about Honey Bee, Kentucky, and in connection with such highway, to construct a suitable highway bridge across the Cumberland River at or about the point where Bunch Creek enters the river. If the Department of Highways finds it to be practicable so to do, such bridge may be constructed under the authority provided in KRS 180.020 to 180.250, and be financed through bonds and tolls as provided in those sections; otherwise the cost of the bridge shall be paid out of the State Road Fund.

§ 2. Whereas, the present ferry operations across the Cumberland River above Cumberland Falls are dangerous to human life, and impede the safe and adequate movement of

traffic in the vicinity of the Falls, an emergency is declared to exist and this Act shall take effect upon its passage and the approval of the Governor.

Said amendment to said bill by way of substitute therefor was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams
Jason Alford
Earl F. Ashcraft
Sidney Baer
Levi Baker
Bernhardt Bauer
C. E. Baumgardner
Fred Beshear
Isaac M. Blevins
Chas. J. Bronston
Paul Carter
Earl W. Christian
Robert Collins
Everett T. Cooper
Perry M. Cross
Horace T. Cull
B. G. Davidson
Owen Deering
G. I. Drury
Kermit Dwyer
Otto W. Goff
Henry C. Hale
N. M. Hamilton
James P. Hanratty
Dennis Henderson
Carson Hibbitts
C. J. Holsclaw
Clyde S. Howard
M. G. Howard
R. N. Hubbard
Ira W. Hulette
Kerby Jennings
Paul S. Jonas
J. Ernest Jones
L. H. Jones
Harry K. Lowman
E. H. Martin
C. D. Moberly
Walter Moorman
Rred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
H. S. Overby
J. H. Polsgrove
E. F. Prichard
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
D. B. Saylor
James J. Shannon
Paul E. Shannon
Harry Smith
John M. Spaulding
Chas. L. Spillman
G. W. Steinford
Albert Thomason
G. C. Thornton
Wilford S. Travis
J. B. Veech
W. J. Ward
Lawrence Watts
Morris Weintraub
Rodney Whitlow
G. F. Williamson
Charles W. Wirsch

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Resolved that the title thereof be as amended.

Mr. Maurice Howard moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Burnley moved that the rules be suspended for the purpose of allowing a report of Committee.

Said motion was agreed to by a majority of the members elected.

Thereupon, the Committee on Rules, to which the same had been referred, reported bills and a resolution of the following titles, viz.:

H. Res. No. 69. A Joint Resolution repealing, amending and re-enacting Section 1 of Chapter 267 of the Acts of the General Assembly of Kentucky at its regular session of 1942, and approved by the Governor March 2, 1942, so as to enable the Governor within his discretion to renew Interstate Compacts to Conserve Oil and Gas.

H. B. No. 465. An Act relating to parole.

H. B. No. 464. An Act relating to the annexation by cities of areas included in sanitation districts organized under Chapter 200 of the Kentucky Revised Statutes.

H. B. No. 475. An Act relating to attorneys for executive or administrative departments, agencies, divisions and independent agencies of the Commonwealth of Kentucky.

H. B. No. 476. An Act to amend Section 119.250 of the Kentucky Revised Statutes, 1946 Edition, to require the payment of a fee at the time of filing nomination papers for candidates for United States Senator and Representative in Congress.

H. B. No. 477. An Act to amend Section 118.080 of the Kentucky Revised Statutes, 1946 Edition, changing the required number of signers to the petition of a candidate for nomination for regular election.

H. B. No. 467. An Act to regulate taxicabs in cities of the third, fourth, fifth and sixth classes and in unincorporated towns in counties not containing a city of the first or second class.

With the expression of opinion that same should pass.

Whereupon said bills and said resolution were each and severally read at length for the first time and

Ordered placed on the Calendar.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 257. An Act relating to motor carriers, with particular reference to tax on passenger vehicles operated in the capacity of industrial busses.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 281.520 of the Kentucky Revised Statutes is amended to read as follows:

(1) Except as provided in subsection (2) of this section, every common carrier and every contract carrier shall pay to the Director of the Division of Motor Transportation, for each motor vehicle operated by such carrier for the transportation of persons under a certificate or permit, a mileage tax equal to one-thirty-sixth of a cent for a cent for each regular seat in the vehicle multiplied by the total number of miles traveled, and, in addition, a tag tax equal to eight dollars for

each regular seat for the first sixteen seats, fifteen dollars for each regular seat for the next eight seats, and twenty-five dollars for each regular seat for all remaining seats.

(2) (a) The mileage tax and tag tax imposed by subsection (1) of this section do not apply to taxicabs, city busses and U-drive-its, nor to vehicles operating under a certificate in interstate commerce where such vehicle does not enter the State of Kentucky a distance of more than ten miles from the point of entry into this state, but a tax of one dollar and fifty cents for each regular seat in such vehicle shall be paid.

(b) The tag tax imposed by subsection (1) of this section does not apply to industrial busses, but a tax of two dollars and fifty cents for each regular seat in such busses shall be paid. For the purpose of this paragraph, "industrial bus" means a motor vehicle designed for the transportation of persons for hire which is used exclusively for the transportation of the employees of an industry to and from their place of employment, and which is operated over a route not exceeding thirty miles in length.

(3) The term "regular seat," as used in this section and in KRS 281.530, means a seat ordinarily and customarily used by one passenger, but does not include folding or collapsible emergency aisle seats, provided that the number of such folding or coppalsible emergency aisle seats shall not be greater in number than twenty-five percent of the regular seats in the vehicle. Passenger vehicles of the regular passenger automobile type shall be considered to have three regular seats on the rear seat or any like seat, one regular seat with the driver and two regular seats for any collapsible seat between the rear seat and the driver's seat. Where any seats in the vehicle are not distinguished by separate cushions and backs, a seat shall be counted for each eighteen-inch space on such seats or major portion thereof.

Mr. Morgan offered the following amendments to said bill, viz.:

Amendment No. 1. Amend House Bill No. 257 by inserting the word and numeral "Section 1." at the beginning of

line 1 of the Bill, and by adding at the end of the Bill, following line 39, the following additional section:

"Section 2. A new section of the statutes is created, to read as follows:

No vehicle represented to be, and licensed as, an industrial bus as defined in Paragraph (b) of Subsection (1) of KRS 281.520, shall be used or permitted to be used in any transportation of persons for hire other than the transportation of employes of an industry to and from their place of employment over a route not exceeding thirty miles in length. In case of violation of this section, the person in whose name the vehicle is licensed shall be fined not less than fifteen dollars nor more than two hundred dollars, or imprisoned in jail for not more than thirty days, or both; in addition, such person shall forfeit all certificates and permits held by him under KRS Chapter 281 and shall not be eligible to hold any certificate or permit under KRS Chapter 281 for a period of five years thereafter.

Provided, however, that before any permit or certificate shall be issued a hearing shall be held after notice as required by Sec. 281.062. If at such hearing, even if such convenience and necessity is shown, no certificate shall be issued unless the certificated carrier or carriers serving the route, any part thereof, or the contiguous territory, shall refuse to furnish the service found to be necessary within thirty days after such hearing.

Amendment No. 2. Amend House Bill No. 257, on page one, section one, line seven, by striking out the words "for a cent".

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same hav-

ing been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	James P. Hanratty	Hobart Rayburn
Earl F. Ashcraft	Dennis Henderson	Ottis Roberts
Sidney Baer	Carson Hibbitts	F. L. Robinson
Levi Baker	C. J. Holsclaw	Lilburn S. Rogers
Bernhardt Bauer	Clyde S. Howard	Amos Runyan
C. E. Baumgardner	M. G. Howard	Dr. K. N. Salyer
Fred Beshear	Kerby Jennings	James J. Shannon
Isaac M. Blevins	Paul S. Jonas	Paul E. Shannon
Chas. J. Bronston	J. Ernest Jones	Harry Smith
Chas. W. Burnley	L. H. Jones	John M. Spaulding
A. H. Calvert	Ercel Kozee	Chas. L. Spillman
Paul Carter	C. D. Moberly	G. W. Steinford
Earl W. Christian	Archie R. Moore	Albert Thomason
Robert Collins	Walter Moorman	G. C. Thornton
Everett T. Cooper	Fred H. Morgan	W. R. Tipton
Horace T. Cull	E. C. Mullins	Wilford S. Travis
B. G. Davidson	Stanley Murphy	W. J. Ward
Owen Deering	H. S. Overby	Lawrence Watts
G. I. Drury	H. C. Patterson	Morris Weintraub
Kermit Dwyer	J. H. Polsgrove	Rodney Whitlow
Otto W. Goff		—61

There voted in the negative—

R. N. Hubbard —1

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Bruunley moved that the House do now adjourn to meet again at 1 o'clock, p. m., Thursday, March 11, 1948.

Said motion was agreed to.

And then the House adjourned.

THURSDAY, MARCH 11, 1948.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend Joseph A. O'Dwyer, pastor of the Church of the Good Shepherd, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	G. I. Drury	C. D. Moberly
Jason Alford	Kermit Dwyer	Archie R. Moore
Roy W. Arnold	Henry J. Giles	Davis Moore
Earl F. Ashcraft	Dennis Henderson	Walter Moorman
Sidney Baer	Carson Hibbitts	Fred H. Morgan
Levi Baker	E. R. Hilton	E. C. Mullins
Bernhardt Bauer	C. J. Holsclaw	Stanley Murphy
C. E. Baumgardner	Richard R. Houpt	T. A. Noe, Jr.
Fred Beshear	Clyde S. Howard	Joe E. Nunn
Isaac M. Blevins	R. N. Hubbard	H. S. Overby
Chas. J. Bronston	Ira W. Hulette	H. C. Patterson
Chas. W. Burnley	Laban P. Jackson	H. M. Pewitt
A. H. Calvert	Kerby Jennings	J. H. Polsgrove
Paul Carter	Paul S. Jones	L. W. Preston
George I. Cline	J. Ernest Jones	E. F. Prichard
Robert Collins	L. H. Jones	Hobart Rayburn
Everett T. Cooper	Ercel Kozee	Ottis Roberts
Perry M. Cross	Harry K. Lowman	F. L. Robinson
Horace T. Cull	W. E. McClure	Lilburn S. Rogers
B. G. Davidson	Ed Marcum	Amos Runyan
Owen Deering	E. H. Martin	Glenn Rushing

Mrs. Rutherford	G. W. Steinford	Lawrence Watts
Dr. K. N. Salyer	Albert Thomason	Morris Weintraub
James J. Shannon	G. C. Thornton	Lynn Boyd Wells
Paul E. Shannon	W. R. Tipton	Rodney Whitlow
James S. Shaw	Wilford S. Travis	Geo. F. Williamson
Harry Smith	J. B. Veech	Charles W. Wirsch
John M. Spaulding	W. J. Ward	Mr. Speaker
Chas. L. Spillman	John C. Watts	

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Wednesday, March 10, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

Mr. Thornton moved that the privilege of the floor be extended to Judge Howard Ellis and Mr. A. L. Forster.

Said motion was agreed to.

Mr. Jonas moved that the privilege of the floor be extended to Mrs. Lucille Kerner and Mrs. A. J. Mayes.

Said motion was agreed to.

Mr. James J. Shannon moved that the privilege of the floor be extended to Mrs. Earl Ashcraft.

Said motion was agreed to.

Mr. Spillman moved that the privilege of the floor be extended to Mrs. J. Ernest Jones.

Said motion was agreed to.

Mr. Clyde S. Howard moved that the privilege of the floor be extended to Mr. S. C. Barnes and Mr. Hershel Thomason.

Said motion was agreed to.

Mr. Holsclaw moved that little Miss Jean Roberts, daughter of the Honorable Ottis Roberts, a member of this body, be made an Honorary Page for the day.

Said motion was agreed to.

Mr. Thornton moved that the privilege of the floor be extended to Mr. Tim Juett.

Said motion was agreed to.

Mr. James J. Shannon moved that the privilege of the floor be extended to Dr. Wm. Hagan and Dr. W. E. Newbolt.

Said motion was agreed to.

Mr. Thornton moved that the privilege of the floor be extended to Mr. Paul Cobb.

Said motion was agreed to.

Mr. Moberly moved that the privilege of the floor be extended to Mr. John Bowling and Mr. Lilburn Goode.

Said motion was agreed to.

Mr. Rogers moved that the Rules of the House be amended to provide that no member be allowed to explain his vote during a roll call for the remainder of the 1948 Regular Session.

Without objection, said motion was withdrawn.

Mr. Burnley moved that the Rules of the 1948 Regular Session be amended by striking from the second paragraph of Rule 23 the words "on the day prior thereto" immediately following the words "to be posted," so that said paragraph when amended will read as follows, viz.:

"During the time hereinabove provided, the Rules Committee shall be authorized to call from the other committees

any bill or resolution in their hands and may have them advanced to the reading to which the bills may be entitled; provided, however, that for the first ten days thereof, the said Committee shall cause to be posted a list of bills and resolutions which are to be called, but said committee may withdraw from said list any bills or resolutions so posted.''

The yeas and nays being required thereon were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	C. J. Holsclaw	J. H. Polsgrove
Earl F. Ashcraft	Richard R. Houpt	E. F. Prichard
Sidney Baer	Clyde S. Howard	Hobart Rayburn
Levi Baker	Ira W. Hulette	Ottis Roberts
Bernhardt Bauer	Kerby Jennings	F. L. Robinson
C. E. Baumgardner	Paul S. Jonas	Lilburn S. Rogers
Fred Beshear	J. Ernest Jones	Amos Runyan
Isaac M. Blevins	L. H. Jones	Glenn Rushing
Chas. J. Bronston	Ercel Kozee	Mrs. Rutherford
Chas. W. Burnley	Harry K. Lowman	Paul E. Shannon
A. H. Calvert	W. E. McClure	James S. Shaw
Paul Carter	Ed Marcum	John M. Spaulding
Robert Collins	E. H. Martin	Chas. L. Spillman
Perry M. Cross	Archie R. Moore	Albert Thomason
Horace T. Cull	Davis Moore	G. C. Thornton
Owen Deering	Walter Moorman	J. B. Veech
G. I. Drury	Fred H. Morgan	John C. Watts
Kermit Dwyer	T. A. Noe, Jr.	Lawrence Watts
Otto W. Goff	H. S. Overby	Rodney Whitlow
Carson Hibbitts	H. C. Patterson	G. F. Williamson

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Those who voted in the negative were—

Jason Alford	Stanley Murphy	Harry Smith
Laban P. Jackson	L. W. Preston	G. W. Steinford
E. C. Mullins	D. B. Saylor	Lynn Boyd Wells

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Thereupon said motion was agreed to.

Mr. Burnley moved that the vote by which said motion was agreed to be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Weintraub moved that when the House adjourn today it adjourn to meet again at 9 o'clock, a. m., Fridey, March 12, 1948.

Said motion was agreed to.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 11, 1948.

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

House Bill	452	House Bill	458
House Bill	453	House Bill	369
Senate Bill	11	House Bill	466
Senate Bill	299	Senate Bill	257
Senate Bill	63	Senate Bill	41
Senate Bill	65	House Bill	457
Senate Bill	115	Senate Res.	34
Senate Bill	295	House Bill	34
House Bill	447		

A majority of the Rules Committee today has reported the following bills to be acted upon in the Orders of the Day:

Senate Res.	55	Senate Bill	195
House Bill	325	Senate Bill	219
House Bill	148	Senate Res.	56

House Bill	435	Senate Res.	31
House Bill	360	Senate Bill	233
Senate Bill	240	Senate Bill	234
House Bill	222	Senate Bill	235
Senate Bill	147	Senate Bill	237
Senate Res.	53	Senate Bill	173
House Bill	313	Senate Bill	213
Senate Bill	156	House Bill	234
Senate Bill	98	House Bill	355
Senate Bill	204	Senate Bill	160
Senate Bill	132	House Res.	19
House Bill	48	House Bill	304
House Bill	351	House Bill	386
House Res.	55	Senate Bill	127
House Bill	226	House Bill	278
Senate Bill	53	House Bill	320
Senate Bill	132	House Res.	51
House Bill	436	Senate Res.	37
Senate Bill	89	Senate Bill	207
Senate Bill	182	Senate Bill	183
House Res.	56	House Bill	135

Very truly yours,

T. Herbert Tinsley
Speaker

—aaf

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill and a resolution of the following titles, viz.:

S. B. No. 243. An Act relating to judicial districts; creating an additional district and making changes in the apportionment of counties to the Twenty-sixth, Thirty-third and Thirty-fifth district, etc.

S. Res. No. 5. A Concurrent Resolution providing for payment of the per diem of the late J. T. Linton.

Thereupon all other business was suspended, said bill and sand resolution were read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker, in open session and in the presence of the House, affixed his signature thereto.

Ordered that said bill and said resolution be delivered to the Enrolling Clerk of the Senate.

Bills and a resolution of the following titles were introduced, viz.:

By Mr. Noe.

H. B. No. 478. An Act relating to alcoholic beverages, with particular reference to the procuring or possession of a United States special tax stamp or United States license for carrying on the business of a retail dealer in alcoholic beverages.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. No person who is a resident of or operates any place of business in dry territory, as defined in KRS 242.010; shall apply for or procure, nor shall any person possess in dry territory, as so defined, a United States special tax stamp, commonly called a United States license, for carrying on the business of a retail dealer in alcoholic beverages.

§ 2. Any person who violates any of the provisions of Section 1 of this Act shall be fined not less than one thousand dollars nor more than five thousand dollars.

By Mr. Rushing.

H. B. No. 479. An Act prohibiting certain practices by pharmacists and pharmacies and providing penalties.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. No pharmacist or pharmacy shall:

(1) Provide any physician, dentist, podiatrist or veterinarian with prescription blanks bearing the pharmacist's or pharmacy's name thereon or any other advertisement or device that would have a tendency to direct patients to such pharmacist or pharmacy.

(2) Enter into an agreement with any physician, dentist, podiatrist or veterinarian for the compounding or dispensing of secret formula (coded) prescriptions, or for the payment or acceptance of compensation in any form for the recommendation of the professional services of either party.

(3) Advertise professional superiority in a manner which may reflect adversely upon other pharmacists and the profession of pharmacy.

(4) Interfere in any way with the free and uninfluenced choice of a pharmacist or pharmacy by any patient.

(5) Use any untrue, fraudulent or misleading advertising.

(6) Advertise different fixed prices for the compunding or dispensing of prescriptions.

§ 2. Violation of any of the provisions of Section 1 of this Act shall be grounds for the revocation or suspension of the license of any pharmacist, and the person who is guilty of the violation shall be fined not less than one hundred dollars nor more than five hundred dollars for each offense.

By Mr. Goff.

H. B. No. 480. An Act relating to education.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. When any board of education includes in its high school curriculum a course of instruction in traffic safety

and driving training, it shall provide for the use of a motor vehicle equipped with a set of dual controls consisting of a clutch and brake pedal conveniently located for the instructor. To insure the safety of the pupil pursuing such course of instruction, the instructor shall, at all times when a student is taking a driving practice, occupy a position in the front seat, next to the pupil, and shall be in a position to control the motor vehicle from his position.

Sec. 2. A pupil regularly enrolled in a high school class in traffic safety and driver training shall, when taking driver practice under an instructor, as provided above, be exempt from the requirements of securing a temporary student driver's permit under KRS 186.450.

Sec. 3. No pupil shall be admitted to a high school class in traffic safety and driver training who has not, on or before the date of his enrollment reached his fifteenth birthday.

By Mr. John C. Watts

H. Res. No. 70. A Joint Resolution providing for the payment of compensation for services rendered and expenses incurred in connection with and related to the present session of the General Assembly.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

§ 1. There is appropriated out of the Legislative Session Fund a sufficient sum of money to enable the payment of extra compensation, at the rate of $2 per day each, during the period of the present session of the General Assembly, to Noel Jones, custodian, James B. West, mail operator, Robert Crews, utility, Mrs. Ottie Scott, matron, Kelly Gilbert, elevator operator, Adrian Sluscher, elevator operator, James Weber, guard, Sam Penn, electrician, Ernest Wright, mimeographer, for services beyond the line of duty, in the operation and maintenance of the State Capitol and its various facilities,

made necessary by reason of the presence of an abnormal number of persons in the State Capitol, and at abnormal hours, during the present legislative session.

§ 2. The Chief Clerk of the House of Representatives shall requisition, and the Commissioner of Finance shall draw his warrant upon the State Treasurer in favor of said Chief Clerk for, the sum hereby appropriated. The Chief Clerk shall forthwith distribute said sum in the manner contemplated by this Resolution.

§ 3. Whereas, the General Assembly will within a short time adjourn and the officers and employes will deport for various sections of the state, an emergency is declared to exist and this Resolution shall be effective from and after its passage and approval by the Governor.

Ordered that said bills and said resolution be printed and referred to the Committee on Rules.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills which originated in that body of the following titles, viz.:

S. B. No. 66. An Act amending Sub-section (2) of Section 89.590 of the Kentucky Revised Statutes, relating to the City Manager Form of Government for Cities.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sub-section (2) of Section 89.590 of the Kentucky Revised Statutes is amended to read as follows:

(2) Before a city of the second class shall enter into any contract involving the expenditure of more than one thousand dollars, with the exception of a contract for professional services which shall not be let by competitive bidding, the

board of commissioners shall by resolution specify the nature of the work to be contracted for, or the quality and quantity of the supplies or materials to be purchased, and authorize the city manager to advertise for and receive bids under seal for the execution of such work or the purchase of such supplies or material. The city manager shall advertise for bids by notice posted up at the city hall door and by inserting notice of the request for bids in at least one issue of a daily newspaper published in the city, and the notices shall be published at least seven days prior to the opening of bids. No bid shall be opened within ten days from the date on which the resolution is adopted, and no bid shall be received after the hour fixed for the opening of bids. All bids received by the City Manager up to the time fixed by the resolution for the opening of bids shall be filed with the board of commissioners who shall let the contract to the lowest responsible bidder. The City Manager may, for and on behalf of the city, enter into any contract involving the expenditure of one thousand dollars or less, but in the event such contract involves the expenditure of more than five hundred dollars he shall advertise for bids in the manner provided in this subsection and let the contract to the lowest responsible bidder, except that such contracts for professional services shall not be let by competitive bidding. The board of commissioners or the City Manager may reject all bids, in which event they may advertise for new bids in the manner provided in this subsection.

S. B. No. 120. An Act relating to poultry and eggs; including provisions regulating the importing, sale and hatching of poultry, the sale of eggs, and the labeling of poultry and hatching eggs; requiring permits or licenses; imposing penalties; providing for administration and for the making of regulations, and for a revolving fund for administration purposes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section I. In order to promote the poultry industry of this state, the Livestock Sanitary Division of the Department of Agriculture, Labor and Statistics is hereby authorized to cooperate with the U. S. Department of Agriculture in the promulgation and enforcement of regulations for the control and eradication of Pullorum Disease.

Section II. The Livestock Sanitary Division is hereby authorized to make such regulations as may be necessary, after public hearing following due public notice, to carry out the provisions of this Act.

Section III. Chickens, trukeys, or other poultry over 5 months of age intended for breeding purposes shall not be imported into the state unless they have passed a negative agglutination test for pullorum disease under the supervision of a livestock sanitary authority within 30 days preceding date of importation, or have originated from flocks authoratively participating in such pullorum control and eradication phase of the National Poultry Improvement Plan or National Turkey Improvement Plan as may be adopted in this state.

Section IV. All poultry under 5 months of age including baby chicks, started chicks, turkey poults, and other newly hatched domestic poultry except those intended for immediate slaughter which may be admitted under permit issued by the Livestock Sanitary Division, and hatching eggs sold or offered for sale in this state shall have originated from flocks that meet the Pullorum requirements of the Kentucky Poultry Improvement Plan or the Kentucky Turkey Improvement Plan, and the regulations issued by authority of this Act for the control and eradication of Pullorum disease. Nothing in this Act, however, shall require any hatchery, dealer or flock owner to participate in the National Poultry Improvement Plan or the National Turkey Improvement Plan.

Section V. All poultry under 5 months of age, including baby chicks, started chicks, turkey poults, other newly hatched domestic poultry except those intended for immediate slaughter, and hatching eggs shipped or otherwise brought into this state shall have originated in flocks that meet the Pullorum requirements of the National Poultry Improvement Plan, the

National Turkey Improvement Plan, the Kentucky Poultry Improvement Association, and the regulations issued by authority of this Act. Every container of poultry under 5 months of age, including baby chicks, started chicks, turkey poults, and any other newly hatched domestic poultry, except those intended for immediate slaughter, and hatching eggs shipped or otherwise brought into this state shall bear an official label or certificate showing the name and address of the shipper, the authority under which the testing for pullorum disease was done and the pullorum control and eradication class of the produce, the use of said certificate or label to be approved by the official state agency or the livestock sanitary official of the state of origin.

Section VI. No person, firm or corporation shall operate a public hatchery, and no person, dealer, jobber, peddler or huckster in baby chicks, started chicks, turkey poults, other newly hatched domestic poultry, and hatching eggs shall operate as such within this state without obtaining an annual permit from the Livestock Sanitary Division to so operate, and paying a permit fee of $10.00 per annum. This is not intended to require a permit of hatcheries, chick dealers, chick salesmen or corporations selling less than 1000 chicks per year, or egg dealers selling less than 3500 eggs per year.

Section. VII. Any person, firm or corporation who shall violate any provision of this Act or any Rule or Regulation made under authority of this Act shall be guilty of a misdemeanor and upon conviction thereof shall be fined in any sum not to exceed $100.00 for each offense.

Section VIII. Any permit may be suspended or canceled by the Livestock Sanitary Division, after opportunity for a hearing, for any violation of this Act or the Regulations promulgated thereunder. Any person who is refused a permit or whose permit is revoked may appeal such refusal or revocation to the Circuit Court of Franklin County.

Section IX. The Livestock Sanitary Division may at its discretion confiscate, destroy, return or otherwise dispose of all hatching eggs, chicks, poults, breeding stock or birds of

any species that are produced in the state or enter the state not in compliance with this Act.

Section X. The permit year shall extend from July 1 of each year to June 30 of the following year.

Section XI. All money collected under the provisions of this Act shall be paid into the State Treasury and by him placed in a Revolving Fund to be used by the Kentucky Department of Agriculture for the purpose of enforcing the provisions of this Act.

Section XII. Whereas, the uncontrolled hatching, sale, and importing of poultry and hatching eggs constitutes a serious and immediate danger to the public health, and to the poultry industry of Kentucky, an emergency is declared to exist and this Act shall take effect upon its passage and approval by the Governor.

S. B. No. 134. An Act pertaining to the examination of persons having an adverse interest.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (8) of section 606 of the Civil Code of Practice is amended to read as follows:

A party or any person for whose immediate benefit any action is prosecuted or defended, or his or its assignor, officer, agent or employe, or any person who was such officer, agent or employe at the time of the occurrence made the subject of the examination, may be examined as if under cross-examination at the instance of the adverse party, either orally or by deposition as any other witness. The party calling for such examination may introduce the same as substantive evidence, but he shall not be concluded thereby, and may rebut it by counter testimony.

S. B. No. 142. An Act relating to school service for, and census enumeration of, children who are inmates of state

institutions; including provisions concerning distribution of the Common School Fund allocable to such children; also making appropriations for the purposes of this Act.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. For the purpose of census enumeration, and for the purpose of providing school service, children of school age who are inmates of any state institution operated by and under the control and supervision of the Department of Welfare shall not be deemed to be residents of the school district within the territorial limits of which the institution is situated, nor shall they be deemed to be residents of any other school district. It shall be the duty of the Department of Welfare to provide school service for such children with standards fixed by the Department to meet the requirements for proper certification of teachers and the accrediting of the respective schools, in accordance with the minimum standards established by the Department of Education in comparable schools.

§ 2. Nothing in this Act is intended to affect the liability of a parent or guardian for the support of a child confined in a state institution.

§ 3. There is hereby appropriated to the Department of Welfare, out of the General Expenditure Fund in the State Treasury, the sum of $37,500 each year for the fiscal years 1948-1949 and 1949-1950, for ordinary recurring expenses involved in providing school service for children of school age in the Kentucky Children's Home at Lyndon, Kentucky.

S. B. No. 198. An Act permitting the payment of compensation to the treasurer of boards of education.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Any board of education may fix a reasonable, not to exceed twenty-five dollars per month, salary for its treasurer elected under the provisions of KRS 160.560.

S. B. No. 223. An Act relating to motor vehicles, with particular reference to the granting of operator's licenses.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Notwithstanding the provisions of subsection (1) KRS 186.440, any person between the ages of fourteen and sixteen may be granted an operator's license for the operation of a motor vehicle of not more than five horse power.

S. B. No. 255. An Act relating to police court judge and police court judge pro tem in cities of the first class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Section 26.220 of the Kentucky Revised Statutes is hereby repealed and re-enacted and as so re-enacted shall read:

The judge of the Police Court of a city of the first class may appoint a pro tem judge of the police court. The pro tem judge shall hold office at the pleasure of the judge, and shall have the same rights, powers and duties as the regular judge, whenever the regular judge fails to attend and hold court, or vacates the bench. The pro tem judge shall not practice any case in the police court. The pro tem judge shall have the same qualifications as the regular judge, and shall receive a salary of three thousand dollars per annum, payable semi-monthly by the city.

Section 2. This Act shall not take effect until December 1, 1949.

S. B. No. 258. An Act relating to liens of mechanics and materialmen: amending Section 376.010 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 376.010 of the Kentucky Revised Statutes is amended to read as follows:

(1) Any person who performs labor or furnishes materials for the erection, altering or repairing of a house or other structure or for any fixture or machinery therein, for the excavation of cellars, cisterns, vaults, wells or for the improvement in any manner of real property by contract with, or by the written consent of, the owner, contractor, subcontractor, architect or authorized agent, shall have a lien thereon, and upon the land upon which the improvements were made or on any interest the owner has therein, to secure the amount thereof with cost. The lien on the land or improvements shall be superior to any mortgage or encumbrance created subsequent to the beginning of the labor or the furnishing of the materials, and the lien, if asserted as hereinafter provided, shall relate back and take effect from the time of the commencement of the labor or the furnishing of the materials. The lien shall not be for a greater amount in the aggregate than the contract price of the original contractor, and should the aggregate amount of the liens exceed the price agreed upon between the original contractor and the owner there shall be a pro rata distribution of the original contract price among the lien-holders.

(2) The lien shall not take precedence over a mortgage or other contract lien or bona fide conveyance for value without notice, duly recorded or lodged for record according to law, unless the person claiming the prior lien shall, before the recording of the mortgage or other contract lien or conveyance, file in the office of the clerk of the county court of the county wherein he has furnished or expects to furnish labor

or materials, a statement showing that he has furnished or expects to furnish labor or materials, and the amount in full thereof. The lien shall not, as against the holder of a mortgage or other contract lien or conveyance, exceed the amount of the lien claimed or expected to be claimed as set forth in the statement. The statement shall, in other respects, be in the form prescribed by KRS 376.080.

(3) No person who has not contracted directly with the owner or his agent shall acquire a lien under this section unless he notifies in writing the owner of the property to be held liable or his authorized agent, within ninety days after the last item of material or labor is furnished, of his intention to hold the property liable and the amount for which he will claim a lien. It shall be sufficient to prove that the notice was mailed to the last known address of the owner of the property upon which the lien is claimed, or to his duly authorized agent within the county in which the property to be held liable is located.

S. B. No. 268. An Act to revise and perfect the Kentucky Revised Statutes and the Codes of Practice by repealing certain provisions that have been impliedly repealed or have become obsolete (including certain wartime and National Emergency Measures), or have been held unconstitutional by the Court of Appeals; correcting erroneous transpositions of words and figures; correcting errors and inadvertent changes of language; restoring provisions of former statutes that were repealed under a misapprehension or by inadvertence; clairfying indefinite, ambiguous or misleading expressions, eliminating duplications and conflicts; harmonizing related provisions; and modernizing provisions that have become partly obsolete.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 62.155 of the Kentucky Revised Statutes is amended to read as follows:

With the exception of the sheriff's county levy bond, and with the exception of those bonds upon which the premium

is now paid by the state or county under the provisions of KRS 62.140 (2), 62.150, 64.120 or 64.125, each sheriff shall have a valid claim against the state for the amounts paid by him for premiums on the bonds required of him by law, when the bonds have been executed by an incorporated surety company authorized to do a surety business in Kentucky, and when the claims are verified by the sheriff's affidavit.

§ 2. Subsection (1) of Section 78.010, and all of Sections 78.020 to 78.140 of the Kentucky Revised Statutes, are repealed.

§ 3. Subsection (6) of Section 81.010 of the Kentucky Revised Statutes is amended to read as follows:

(6) All other incorporated cities belong to the sixth class.

§ 4. Section 81.030 of the Kentucky Revised Statutes is amended to read as follows:

(1) Any city of the third, fifth or sixth class may, by ordinance, have a census taken to determine whether the population of the city entitles it to be placed in another class. The census may be considered by the General Assembly in determining whether the city shall be assigned to another class.

(2) When a city of the third, fifth or sixth class has been assigned by the General Assembly to another class, it shall thereafter be governed by and under the general laws relating to the class to which it has been assigned, but the transfer from one class to another shall not affect any ordinance theretofore enacted by the city, except that any ordinance in conflict with the general laws relating to cities of the class to which the city has been assigned shall be repealed to the extent it so conflicts. The powers, rights, duties, or obligations of the city, or of any officer, employe, debtor or creditor of the city, shall not be affected by the transfer.

§ 5. Section 81.040 of the Kentucky Revised Statutes is amended to read as follows:

No city may be incorporated unless at least 125 inhabitants reside within the boundaries proposed to be established for the city. The boundary of any city, when incorporated,

shall not exceed one-half mile in each direction, the form of the city being square, except that any incorporated taxing district having by its charter a grant of municipal powers and exercising them, and having at least 250 inhabitants residing within the boundary proposed to be established for the city, may be incorporated as a city with its present territorial boundaries.

§ 6. Section 81.050 of the Kentucky Revised Statutes is amended to read as follows:

Proceedings to incorporate a city shall be commenced by a petition signed by at least two-thirds of the voters living within the boundary of the proposed city, or, in case of an incorporated taxing district having by charter a grant of municipal powers and exercising them, by its petition accompanied by request for such action signed by a majority of the voters be filed in the circuit clerk's office of the county in which the greater part of the territory is located, not less than twenty days before the commencement of the next regular term of court. Notice of the filing of the petition and of its object shall be given by publication in two issues of some newspaper of general circulation published in the county, or, if there is none, by notices posted for at least ten days before the commencement of the term, one at the courthouse door and three others at public places within the boundary of the proposed city. The petition shall set out the metes and bounds of the proposed city, the number of the voters in it and such other facts as may be thought proper.

§ 7. Section 81.060 of the Kentucky Revised Statutes is amended to read as follows:

On the second day of the term the court shall, if the proper notice has been given or publication made, and no defense is interposed, enter a judgment establishing a town in accordance with the prayer of the petition, naming it and describing the boundary thereof, by metes and bounds, and appointing therefor not less than five trustees, a police judge, marshal and assessor, who shall hold their respective offices until the next election at which officers for cities and towns may be elected. Defense may be made to the petition by any inhabitant of the proposed town, and if defense is made, the

court shall hear and determine the same, and render a judgment establishing or refusing to establish a town, as may seem proper. But if the court shall be satisfied that the population within the prescribed boundary is sufficient, and the proper notice or publication has been made or given, it shall have no discretion as to the establishment of the town. The pleadings and practice, except as herein provided, shall be the same as in equity causes, but no appeal shall lie from the judgment. Whenever any town shall be established in the manner above provided, the court shall in the judgment direct the clerk of the court wherein such judgment is entered to, not later than ten days thereafter, certify a copy thereof to the Secretary of State, whose duty it shall be to properly index and file the same as a permanent record in his office.

§ 8. Section 81.070 of the Kentucky Revised Statutes is amended to read as follows:

After a judgment establishing a city has been rendered, and until the General Assembly has assigned the city to the class to which it belongs, all general laws relating to cities of the sixth class shall apply to the city. If the city has not been assigned to another class before the first regular election held after its establishment at which officers for cities may be elected, an election shall be held as provided in the law relating to cities of the sixth class. When the city is assigned to the class to which it belongs, all the laws relating to cities of that class shall apply to the city.

§ 9. Sections 137.200 to 137.250, and subsection (5) of Section 137.990, of the Kentucky Revised Statutes, are repealed.

§ 10. Section 160.620 of the Kentucky Revised Statutes is repealed.

§ 11. Sections 199.031 to 199.034 of the Kentucky Revised Statutes are repealed.

§ 12. Section 28.150 of the Kentucky Revised Statutes is repealed.

§ 13. Sections 80.730 to 80.800 of the Kentucky Revised Statutes are repealed, and in lieu thereof there is enacted the following section:

Any project to provide housing for persons in National Defense work, undertaken or developed by any housing commission under the provisions of former KRS 80.730 to 80.800, prior to the repeal of those sections, shall hereafter be administered by the housing commission for the purposes and in accordance with the provisions of KRS 80.010 to 80.250, or 80.310 to 80.610, depending upon whether the commission is a municipal or a county or regional commission.

§ 14. Section 80.801 to 80.842 of the Kentucky Revised Statutes are repealed.

§ 15. Section 133.015 of the Kentucky Revised Statutes is repealed.

§ 16. Section 148.180 of the Kentucky Revised Statutes is repealed.

§ 17. Sections 157.070, 157.080 and 157.090 of the Kentucky Revised Statutes are repealed.

§ 18. Sections 205.090 to 205.150, and subsection (2) of Section 205.990, of the Kentucky Revised Statutes, are repealed.

§ 19. Sections 247.390 to 247.460 of the Kentucky Revised Statutes are repealed.

§ 20. Subsection (1) of section 297.320 of the Kentucky Revised Statutes is amended to read as follows:

(1) A Custodian of Insurance Securities shall be appointed by the Governor in accordance with the laws governing other executive appointments. He shall receive a salary of two hundred dollars per month, payable as other state salaries, but out of the funds contributed for that purpose by the insurance companies as provided by KRS 297.350.

§ 21. Subsection (1) of section 297.340 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Director of the Division of Insurance shall designate not less than one nor more than three good and solvent banks or trust companies, in each county containing a city of the first class, whose vaults shall be used as depositories for the securities of insurance companies.

§ 22. Section 341.510 of the Kentucky Revised Statutes is amended to read as follows:

(1) Money shall be requisitioned from the state's account in the Unemployment Trust Fund solely for the payment of benefits and in accordance with regulations prescribed by the commission. The commission, through the State Treasurer acting as its fiscal agent, shall from time to time requisition from the Unemployment Trust Fund such amounts, not exceeding the amounts standing to this state's accounts therein, as it considers necessary for the payment of benefits for a reasonable future period.

(2) Upon receipt thereof the treasurer shall deposit such money in the benefit account and shall issue his vouchers for the payment of benefits solely from such benefit account. Expenditures of such money in the benefit account shall not be subject to any provisions of law requiring specific appropriations or other formal release by state officers of money in their custody. All vouchers issued by the treasurer for the payment of benefits and refunds shall bear the signature of the treasurer and the approval in writing of the Commissioner of Finance.

(3) Any balance of money requisitioned from the Unemployment Trust Fund that remains unclaimed or unpaid in the benefit account after the expiration of the period for which such sums were requisitioned shall either be deducted from estimates for, and may be utilized for the payment of, benefits during succeeding periods, or, in the discretion of the commission, shall be redeposited with the Secretary of the Federal Treasury to the credit of this state's account in the Unemployment Trust Fund, as provided in KRS 341.500.

§ 23. Section 341.530 of the Kentucky Revised Statutes is amended to read as follows:

(1) The commission shall maintain within the fund a separate reserve account for each subject employer, and shall, except as provided in KRS 341.560, credit to such account the total amount of all contributions paid by the employer on his own behalf. The liability of each such account shall be limited to the payment of benefits to eligible workers.

(2) The benefits paid to an eligible worker for a week of unemployment shall be charged proportionately against the accounts of those of his subject employers from whom he has base-year or base-period wages. The proportion so used shall be that ratio which is obtained by dividing the base-year or base-period wages of a worker from such employer by the total base-year or base-period wages of such worker, adjusted to the nearest multiple of one percent. For the purposes of this subsection a fractional part of a cent shall be disregarded unless it amounts to one-half cent or more in which case it shall be increased to one cent.

(3) Each subject employer's reserve account shall, unless terminated or exhausted as of the computation date (as defined in subsection (5) of KRS 341.270) be charged with all benefits paid to eligible workers which are chargeable to such reserve account under subsection (2) of this section. A subject employer's reserve account shall be deemed to be terminated if he has ceased to be subject to this chapter, and his account has been closed and any balance remaining therein has been credited to the fund's pooled account or to a successor's account as provided in KRS 341.540.

(4) Any subject employer may at any time make voluntary payments, additional to the contributions required under KRS 341.260 and 341.270 to his reserve account, according to the general rules established by the commission.

§ 24. Subsection (1) of Section 69.275 of the Kentucky Revised Statutes is amended to read as follows:

The office of assistant county attorney in counties having a population of less than 150,000 and not containing a city of the second, third or fourth class, is hereby created.

§ 25. Section 120.020 of the Kentucky Revised Statutes is amended to read as follows:

The electors of President and Vice President of the United States shall convene at the State Capitol, on the day and at the hour specified by Act of Congress, give their votes and make return thereof according to law. If any elector fails to attend by the hour specified for giving the vote, those in attendance shall fill his place by the election of another per-

son, who shall have the same powers as if originally elected by the people.

§ 26. Section 92.520 of the Kentucky Revised Statutes is amended to read as follows:

(1) The assessor of each city of the fifth class shall, between September 15 and November 15 of each year, make out a true list of all taxable property in the city. The assessor of each city of the sixth class shall make out a similar list between July 1 and November 1 of each year. The mode of making out the list and the proceedings relating thereto, in cities of the fifth and sixth classes, shall be in conformity with the laws regulating the duties of the county tax commissioner, except as otherwise provided by statute or by ordinance. The assessor in each city of the fifth or sixth class shall verify the list by his oath, and shall deposit it with the city clerk on or before the first Monday in December.

(2) The assessor of each city of the fifth or sixth class shall also, during the time allowed for making out the assessment list, make a list of all persons residing within the city and verify it by oath, and shall deposit it with the city clerk on or before the first Monday in December.

(3) The assessor and his deputy in each city of the fifth or sixth class may administer all oaths necessary in the performance of their duties.

§ 27. Section 161.516 of the Kentucky Revised Statutes is repealed.

§ 28. Section 342.011 of the Kentucky Revised Statutes is repealed.

§ 29. Section 395.090 of the Kentucky Revised Statutes is repealed.

§ 30. Paragraph 1 of Section 428 of the Civil Code of Practice is amended to read as follows:

1. A representative, legatee, distributee or creditor of a deceased person may bring an action in equity for the settlement of his estate, provided that no such suit shall be brought by any of the parties named except the personal representative until the expiration of five months after the qualification of such representative.

§ 31. Section 413.240 of the Kentucky Revised Statutes is amended to read as follows:

The limitations given in KRS 413.220 and 413.230 shall not apply to the time elapsed when there was no executor, administrator or other person authorized to commence an action, nor to the five months during which an action cannot be brought against a personal representative, nor to any delay assented to by the surety in writing. If judgement is rendered for the plaintiff in any case provided for in those sections and it is afterwards reversed or arrested so that the plaintiff takes nothing by it, he may commence another action within one year thereafter. If the surety absconds, conceals himself or by removal from the state or otherwise, obstructs or hinders his being sued the time of such obstruction shall not be counted as part of the time of limitation allowed by those sections. If the judgement is obstructed by appeal, supersedeas or injunction the time of such obstruction shall also be disallowed.

§ 32. Subsection (3) of Section 29.070 of the Kentucky Revised Statutes is repealed.

§ 33. Subsection (2) of Section 47.010 of the Kentucky is amended to read as follows:

(2) All revenue realized from the gasoline tax imposed by KRS 138.220 (except as expressly otherwise provided therein), or from any gasoline taxes hereafter imposed by law, all revenue realized from the motor vehicle fuel tax imposed by KRS 138.360, all revenue received from motor vehicle registration fees, and operators' license fees collected under the provisions of KRS Chapter 186, and all revenue received from the motor vehicle usage tax imposed by KRS 138.460, shall be credited to the State Road Fund.

§ 34 Section 132.200 of the Kentucky Revised Statutes is amended to read as follows:

All property subject to taxation for state purposes shall also be subject to taxation in the county, city, school or other taxing district in which it has a taxable situs, except the classes of property described in KRS 132.030 and 132.050, and the following classes of property, which shall be subject to taxation for state purposes only:

(1) Farm implements and farm machinery owned by a person actually engaged in farming and used in his farm operation.

(2) Livestock and domestic fowls.

(3) Capital stock of building and loan associations.

(4) Machinery and products in course of manufacture, of individuals or corporations actually engaged in manufacturing, and their raw material actually on hand at their plants for the purpose of manufacture. Individuals or corporations actually engaged in the printing, publication and distribution of a newspaper or operating a job-printing plant shall be deemed to be actually engaged in manufacturing.

(5) Unmanufactured agricultural products, except that cities and counties may each impose an ad valorem tax of not exceeding fifteen cents on each one hundred dollars of the fair cash value of all unmanufactured agricultural products subject to taxation within their limits that are not actually on hand at the plants of manufacturing concerns for the purpose of manufacture, nor in the hands of the producer or any agent of the producer to whom the products have been conveyed or assigned for the purpose of sale.

(6) Money in hand, notes, bonds, accounts and other credits, whether secured by mortgage, pledge or otherwise, or unsecured, and shares of stock, except that nothing in this section shall forbid local taxation of franchises of corporations or of the shares of banks, trust companies or combined banks and trust companies doing business in this state, or domestic life insurance companies.

§ 35. Subsection (1) of Section 132.580 of the Kentucky Revised Stautes is amended to read as follows:

(1) The county clerk shall issue summons in the name of the Commonwealth, in which shall be stated the offense in general terms, against each person refusing to list his property for taxation or refusing to make oath of the same, as contemplated by subsection (3) of KRS 132.450, returnable to the next term of the county court, which shall hear and determine the case. The defendant may, before the trial is begun, demand a jury, which shall be composed of housekeepers and be summoned by the sheriff. If the defendant

is found guilty the court shall enter judgement for a fine of not more than one hundred dollars and costs, and execution shall be issued for that amount. The court shall assess the taxable property upon the sworn statement of the defendant, or upon such other evidence as it may be able to obtain. The amount of the assessment shall be certified by the county clerk to the sheriff and the Department of Revenue, and the tax shall be collected and accounted for as other taxes.

§ 36. Subsection (10) of Section 136.990 of the Kentucky Revised Statutes is repealed.

§ 37. Subsection (1) of Section 160.460 of the Kentucky Revised Statutes is amended to read as follows:

(1) All school taxes shall be levied by the fiscal court of each county except in independent school districts embracing cities of the first four classes when the boundary lines of independent districts in such cities are coterminous with the municipal limits of such cities. In such districts the tax shall be levied by the governing body of the city. The tax levying authority shall levy an ad valorem tax for ordinary school purposes, and, if requested, a special ad valorem tax for building fund purposes, at the rates specified by the district board of education and approved by the State Board of Education, within the limits prescribed in KRS 160.475 and 160.476, and such poll tax as the district board of education requests, within the limits prescribed in KRS 160.475, except that the tax levying authority of an independent district embracing a city of the first class shall determine, within the limits prescribed in KRS 160.475 and 160.476, the rates of ad valorem taxes.

§ 38. Section 162.300 of the Kentucky Revised Statutes is amended to read as follows:

County boards of education and boards of education of independent districts not embracing a city of any class may obtain buildings for school purposes by proceeding under the provisions of KRS 162.120 to 162.290. When applied to such boards of education, KRS 162.120 to 162.290 shall be so read that the term:

(1) "City" means "county."

(2) "City clerk" means "county clerk."

(3) "Governing body of the city" means "fiscal court."

(4) "Mayor or chairman of the board of trustees" means "county judge."

(5) "Ordinance" means "resolution."

§ 39. Section 243.595 of the Kentucky Revised Statutes is repealed.

§ 40. Subsection (4) of Section 287.990 of the Kentucky Revised Statutes is amended to read as follows:

If any person violates subsection (4) of KRS 287.440 his office shall ipso facto become vacant.

§ 41. Section 313.350 of the Kentucky Revised Statutes is repealed.

§ 42. Section 324.286 of the Kentucky Revised Statutes is repealed.

§ 43. Section 325.250 of the Kentucky Revised Statutes is repealed.

§ 44. Subsection (2) of Section 391.030 of the Kentucky Revised Statutes is amended to read as follows:

(2) The appraisers shall state in their appraisement the money or the articles and value of each, set apart by them to the widow or infants, separately from the articles appraised for sale. If the widow or anyone authorized by her in writing is present at the time of the appraisement, she may make her selection out of the property appraised to the amount of $1500 and the appraisers shall so report.

§ 45. Section 441.189 of the Kentucky Revised Statutes is amended to read as follows:

Prisoners placed at hard labor shall be permitted to satisfy their fines and costs at the rate of two dollars per day; they shall not be required to labor more than eight hours a day, and may at any time pay or replevy the fine and costs, or whatever part thereof remains unpaid after receiving credit of two dollars for each day worked in payment thereof. Managers shall keep the time of prisoners and release them

when their time expires, except that any prisoner who pays the fine and costs not worked out shall be released from custody upon order of the court that committed him.

§ 46. Section 100.340 of the Kentucky Revised Statutes is amended to read as follows:

(1) Each commission shall elect a chairman, who shall be a member of said commission not holding any other public office, and shall also elect or employ a secretary, who need not be a member of the commission.

(2) It shall hold not less than one regular meeting in each month, provide for its order of business and procedure and keep a record of its proceedings, which shall be a public record and be indexed and kept so it will be of convenient and ready reference.

(3) At least four members of the commission shall be necesary to constitute a quorum for the transaction of any business, and the affirmative vote of four members shall be required for the exercise of the powers or functions conferred or imposed upon the commission.

§ 47. A new section of the statutes is created, to be numbered KRS 211.130, and to read as follows:

The State Board of Health is authorized, in its cooperation with national, state or other sanitary or philanthropic organizations for the preservation and protection of the health and efficiency of the people of this Commonwealth, to accept funds from the National Congress, or any branch of the National Health Service, including the army, navy, or National Red Cross, or other organizations or individuals, upon a percentage or other basis, and to expend the same to increase the efficiency of the health service of the state, or of any county in the state where the fiscal court or other public or private organization shall provide a fund upon a percentage or other basis for health work within such county.

§ 48. Subsection (4) of Section 243.200 of the Kentucky Revised Statutes is amended to read as follows:

Distilled spirits and wine may be transported by the holder of any license authorized by KRS 243.030 from and to

express or freight depots to and from the premises covered by the license of the person so transporting distilled spirits or wine.

§ 49. Section 250.250 of the Kentucky Revised Statutes is amended to read as follows:

No manufacturer, importer, jobber, agent or dealer shall:

(1) Sell, offer or expose for sale any concentrated commercial feeding stuff, without having complied with KRS 250.240 to 250.350;

(2) Sell, offer or expose for sale any concentrated commercial feeding stuff which contains a smaller percentage of protein or fat than the minimum guarantee, or a larger percentage of crude fiber than the maximum guarantee;

(3) Adulterate any concentrated commercial feeding stuff with foreign mineral matters or other foreign substance, such as rice hulls, chaff, peanut shells, corncob meal, oat hulls or similar materials of less, little or no feeding value, without plainly stating on the label the kind and amount of that mixture;

(4) Adulterate any concentrated commercial feeding stuff with any substance injurious to health of domestic animals.

§ 50. Section 354.470 of the Kentucky Revised Statutes is amended to read as follows:

(1) Before removing any clay or other material or driving any entry or passageway within five hundred feet of any natural gas or petroleum well, or before extending the workings in any clay mine beneath any tract of land on which such wells are also drilled, or within five hundred feet of any such well or under any tract of land in visible possession of a well operator, the clay operator shall forward simultaneously to the well operator and to the Department of Mines and Minerals, by registered mail, a copy of the maps and plans required by law to be filed and kept up to date, showing on the copy of the map or plan its mine workings and projected mine workings beneath the tract of land and within five hundred feet or its outer boundaries. The clay operator may then proceed with his mining operations in the manner indicated on the copy of the map or plan, but if the conduct of his

mining operations nearer than five hundred feet to any such well, whether completed or being drilled, or to any proposed well, where a derrick is being constructed for drilling, or proposed well, will endanger the use or drilling of the well, the well owner or operator affected may within five days from the receipt of the copy of the map by him and the department, file specific objections in writing to the mining operations within less than five hundred feet of the well, and if the objection is so filed the department shall notify the clay operator of the character of the objections and fix a time and place for a hearing not more than ten days from the end of said five-day period. At the hearing the clay operator and the well operator, or such of them as are present or represented, shall proceed to consider the objections and agree upon the character and extent of operations to be conducted within less than five hundred feet of the well so as to satisfy the objections raised and meet the approval of the department, and, if no agreement can be reached, the department, after a full hearing, shall make a decision defining what clay, if any, is necessary to be left for the safe protection of the use and operation of the well. The decision shall be subject to appeal by either party as provided in KRS 354.040. The department shall keep a complete record of all such hearings.

(2) The clay operator shall, at least every six months, bring up to date the maps and plans required by this section, or file new maps and plans complete to date.

§ 51. Section 371.050 of the Kentucky Revised Statutes is amended to read as follows:

In an action on any assignment of a writing, by an assignee against an assignor, the consideration for the assignment shall be averred, and the plaintiff shall recover no more than the consideration actually paid by him for the note or assignment.

§ 52. Section 391.080 of the Kentucky Revised Statutes is amended to read as follows:

(1) An adopted child shall be considered, for purposes of inheritance and succession, the natural, legitimate child of the parents adopting it.

(2) The adoptive parents of a child shall inherit from the child in the same manner as if the child has been born of lawful wedlock to the adoptive parents.

(3) If the adoptive parents of the adopted child do not survive the adopted child, the property of the deceased adopted child, in the absence of lawful issue, shall go to the natural parents in the line of descent and as provided by KRS 391.010 and 391.030. If the adopted child dies without lawful issue and is not survived by either of its adopted or natural parents, his property shall descend to his natural and adopted relatives, share and share alike, under KRS 391.010 and 391.030.

(4) Nothing in this section or in KRS 405.340 shall prevent an adopted child from inheriting from its natural parents.

§ 53. Section 405.30 of the Kentucky Revised Statutes is amended to read as follows:

An adopted child shall be considered for all legal considerations, in addition to those of inheritance and succession as provided in KRS 391.080, the natural, legitimate child of the parents adopting it. An adopted child shall be freed from all legal obligations of maintenance and obedience to its natural parents, except that where the adopting parent of the child is married to the natural parent of the child, the relation of the child to that natural parent shall not in any way be altered by the adoption, and the rights and obligations of the natural parent and the adopting parent to the child shall be the same as if the child were the natural child of both the natural parent and the adopting parent.

§ 54. Section 422.150 of the Kentucky Revised Statutes is amended to read as follows:

The testimony of any witness taken by a stenographic reporter pursuant to KRS 28.430, may, in the discretion of the court in which it is taken, be used as evidence in any subsequent trial of the same issue between the same parties, where the testimony of such witness cannot be procured, which fact must be made to appear satisfactorily to the court by the affidavit of the party desiring to use the same, or his

attorney; but no testimony so taken shall be used in any criminal case without the consent of the defendant.

§ 55. Section 435.180 of the Kentucky Revised Statutes is amended to read as follows:

Any person who, not under circumstances described in KRS 435.190, in a sudden affray or in sudden heat and passion, without previous malice, and not in self-defense, shoots at without wounding, or shoots and wounds another person, or wounds a person other than the person shot at, with a gun or other instrument loaded with a bullet or other hard substance, without killing that person, or, in like manner, cuts, stabs or strikes any other person with a knife or other deadly weapon, without killing that person, shall be fined not less than fifty dollars nor more than five hundred dollars, or imprisoned for not less than six nor more than twelve months, or both.

§ 56. Sections 39.010 to 39.290 of the Kentucky Revised Statutes are repealed.

§ 57. Sections 134.035, 134.036, 134.037 and 141.225 of the Kentucky Revised Statutes are repealed.

§ 58. Subsections (3), (4) and (5) of Section 186.420 of the Kentucky Revised Statutes are repealed.

§ 59. Section 189.225 of the Kentucky Revised Statutes is repealed.

§ 60. Subsection (1) of Section 243.685 of the Kentucky Revised Statutes is repealed.

§ 61. Subsection (7) of Section 281.020 of the Kentucky Revised Statutes is repealed.

§ 62. Section 337.545 of the Kentucky Revised Statutes is repealed.

§ 63. Section 339.115 of the Kentucky Revised Statutes is repealed.

§ 64. Chapter 60 of the Acts of 1944, which amended Section 186.600 of the Kentucky Revised Statutes, is hereby repealed, and said Section 186.600 is reenacted in its original form, as follows:

No person under the age of twenty-one shall drive a motor vehicle while it is in use as a school bus for the transportation of pupils to or from school, or drive a motor vehicle while it is in use as a public passenger-carrying vehicle.

§ 65. Section 189.180 of the Kentucky Revised Statutes is amended to read as follows:

(1) Except as provided in KRS 189.235 and 189.270, no person shall operate on any highway any motor truck or semi-trailer truck whose height, including any part of the body or load, exceeds eleven and one-half feet. This does not require public authorities to provide vertical clearances to permit the operation of vehicles with the height of eleven and one-half feet.

(2) No person shall operate on a highway any motor truck or semi-trailer truck whose width, including any part of body or load, exceeds ninety-six inches.

(3) Except as provided in KRS 189.235 and 189.270, no person shall operate on any highway any motor truck whose length, including any part of the body or load, exceeds twenty-six and one-half feet, nor any semi-trailer truck whose length, including any part of the body or load, exceeds thirty feet.

§ 66. Section 189.220 of the Kentucky Revised Statues is amended to read as follows:

Except as provided in KRS 189.235 and 189.270, no person shall operate on a highway any motor truck or semi-trailer truck whose gross weight, including the load, exceeds eighteen thousand pounds.

§ 67. Sections 160.610 and 186.015 of the Kentucky Revised Statutes are repealed.

§ 68. Subsections (2) and (3) of Section 248.010, all of Sections 248.020 to 248.240 and 248.250 to 248.270, and Subsections (1) and (5) of Section 248.990, of the Kentucky Revised Statutes, are repealed.

§ 69. Subsections (2) and (3) of Section 181.010, and all of Sections 181.060 to 181.490 of the Kentucky Revised Statutes, are repealed.

§ 70. Section 181.500 of the Kentucky Revised Statutes is amended to read as follows:

When the principal and interest on bonds issued under the provisions of former KRS 81.300 to 81.490, for the construction of a bridge under those sections, have been paid or their payment fully provided for, the bridge commission established pursuant to those sections shall stand dissolved. Thereupon: (1) the cash reserve on hand, if any, after all outstanding obligations for the maintenance, repair and operation of the bridge have been paid, shall be paid or turned over to the city to be used in such manner as shall be determined by the mayor of said city; (2) all right, title and interest in and to said bridge, including lands and appurtenances shall vest in the Commonwealth of Kentucky for the use and benefit of the Department of Highways and the city shall execute such conveyances as may be necessary; (3) the Department of Highways shall assume the operation, maintenance and repair of the bridge, as part of the state highway system, but it shall be the duty of the city to sweep, sprinkle, light and police the portion of said bridge, provided the ordinary dutes of the State Highway Patrol may be exercised thereover; and (4) said bridge shall thereafter be operated free of tolls.

§ 71. Sections 147.010 to 147.060 of the Kentucky Revised Statutes are repealed.

§ 72. Sections 147.070 to 147.120 of the Kentucky Revised Statutes are repealed.

§ 73. Subsection (3) of Section 118.390 of the Kentucky Revised Statutes is amended to read as follows:

(3) The stub books, secondary stubs, ballots, tally sheets, linen envelopes and voters' affidavits shall, after the results of the election have been certified, remain in the office of the county clerk as a part of his records for a period of six months. If at the expiration of the said six months there is no contest, recount or criminal prosecution pending involving the same, the clerk shall sell the material for the best price obtainable and pay the proceeds into the county treasury, after taking proper precautions to see that no information as to how any voter has voted can be obtained from examining such material. If a contest, recount or criminal prosecution is

pending at the end of the six months' period, the clerk shall make a similar disposition of such material when authorized by order of the judge of the court in which the proceeding or prosecution is pending. If no sale can be made the material shall be destroyed.

§ 74. Section 243.120 of the Kentucky Revised Statutes is amended to read as follows:

A distiller's, rectifier's or vintner's license shall authorize the licensee to engage in the business of distiller, rectifier, or vintner at the premises specifically designated in the license and to transport for himself only any alcoholic beverage which he is authorized under the license to manufacture or sell. Such licensee shall transport alcoholic beverages only by a vehicle owned and operated by himself, which has affixed to its sides at all times a sign of form and size prescribed by the state board, containing among other things the name and license number of the licensee. No distilled spirits or wine shall be transported on the same truck or vehicle with malt beverages, except by a common carrier.

§ 75. Section 315.115 of the Kentucky Revised Statutes is repealed.

S. B. No. 270. An Act relating to highway traffic regulations, with particular reference to meeting, overtaking or passing a stopped school bus.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 189.370 of the Kentucky Revised Statutes is amended to read as follows:

(1) Whenever any school bus is stopped upon a highway in a business or residence district for the purpose of receiving or discharging passengers, every operator of a vehicle approaching from any direction shall bring his vehicle to a complete stop and shall not start up or attempt to pass until the school bus has finished receiving or discharging passengers.

The driver of the bus, after having stopped for the purpose of receiving or discharging passengers, shall permit all vehicles that have stopped as required by this subsection to proceed before again putting the school bus in motion.

(2) The operator of a vehicle upon a highway outside of a business or residence district upon meeting or overtaking any school bus which has stopped on the highway shall come to a complete stop and then may proceed with due caution for the safety of any children and may in no event drive in excess of ten miles per hour in passing the school bus.

(3) Subsection (2) shall be applicable only if the school bus bears upon the front and rear a plainly visible sign containing the words "school bus" in letters not less than four inches in height, which can be removed or covered when the vehicle is not in use as a school bus.

(4) Any school bus driver shall immediately report to the State Highway Patrol or similar traffic law enforcement agency, the license number of any vehicle that is operated in violation of this section.

S. B. No. 277. An Act relating to city utility commissions for the operation, management and control of waterworks plants or systems acquired, constructed or owned by cities of the third class.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Any city of the third class that now owns or hereafter acquires, constructs or owns a waterworks plant or system (other than one combined with an electric system which is operated under KRS 96.171 to 96.188) shall, by ordinance, appoint a city utility commission consisting of three commissioners, to operate, manage and control the plant or system. The commission shall be appointed, constituted and compensated, have the same powers and duties, and be subject to the same restrictions and provisions, as provided in KRS 96.530 for a utility commission for a city electric light, heat and power plant.

§ 2. Any utility commission appointed by any city of the third class prior to the effective date of this Act, for the operation, management and control of the city waterworks plant or system, is hereby validated from the date of such appointment. If such commission meets the requirements prescribed in Section 1 of this Act, it shall be deemed to have been appointed under this Act and shall continue in existence the same as one appointed under this Act. Otherwise such commission shall be terminated and a new commission established under this Act, or, if practicable, the organization and structure of the Commission shall be changed by ordinance so as to comply with this Act.

§ 3. Any city of the third class may, by ordinance, declare its utility commission, created or existing in accordance with this Act, to be a body politic and corporate with the authority and power to contract and be contracted with, and sue and be sued, in any by its corporate name, which name shall be the "Utility [or Waterworks] Commission of the City of ....., Kentucky."

S. B. No. 287. An Act providing that the Commonwealth of Kentucky may enter into compact with any of the United States for mutual helpfulness in relation to persons convicted of crime or offenses who may be on probation or parole.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. The Governor of this state is hereby authorized and directed to execute a compact on behalf of the Commonwealth of Kentucky with any of the United States legally joining therein in the form substantially as follows:

A COMPACT

Entered into by and among the contracting states, signatories hereto, with the consent of the Congress of the United States of America, granted by an act entitled "An Act grant-

ing the consent of Congress to any two or more states to enter into agreements or compacts for cooperative effort and mutual assistance in the prevention of crime and for other purposes."

The contracting states solemnly agree:

(1) That it shall be competent for the duly constituted judicial and administrative authorities of a state party to this compact (herein called "sending state"), to permit any person convicted of an offense within such state and placed on probation or released on parole to reside in any other state party to this compact (herein called "receiving state"), while on probation or parole, if

(a) Such person is in fact a resident of or has his family residing within the receiving state and can obtain employment there;

(b) Though not a resident of the receiving state and not having his family residing there, the receiving state consents to such person being sent there.

Before granting such permission, opportunity shall be granted to the receiving state to investigate the home and prospective employment of such person.

A resident of the receiving state, within the meaning of this section, is one who has been an actual inhabitant of such state continuously for more than one year prior to his coming to the sending state and has not resided within the sending state more than six continuous months immediately preceding the commission of the offense for which he has been convicted.

(2) That each receiving state will assume the duties of visitation of and supervision over probationers or parolees of any sending state and in the exercise of those duties will be governed by the same standards that prevail for its own probationers and parolees.

(3) That duly accredited officers of a sending state may at all times enter a receiving state and there apprehend and retake any person on probation or parole. For that purpose no formalities will be required other than establishing the authority of the officer and the identity of the person to be retaken. All legal requirements to obtain extradition of fugitives from justice are hereby expressly waived on the part of

states party hereto, as to such persons. The decision of the sending state to retake a person on probation or parole shall be conclusive upon and not reviewable within the receiving state: *Provided, however,* That if at the time when a state seeks to retake a probationer or parolee there should be pending against him within the receiving state any criminal charge, or he should be suspected of having committed within such state a criminal offense, he shall not be retaken without the consent of the receiving state until discharged from prosecution or from imprisonment for such offense.

(4) That the duly accredited officers of the sending state will be permitted to transport prisoners being retaken through any and all states parties to this compact, without interference.

(5) That the Governor of each state may designate an officer, who acting jointly with like officers of other contracting states, if and when appointed, shall promulgate such rules and regulations as may be deemed necessary to more effectively carry out the terms of this compact.

(6) That this compact shall become operative immediately upon its execution by any state as between it and any other state or states so executing. When executed it shall have the full force and effect of law within such state, the form of execution to be in accordance with the laws of the executing state.

(7) That this compact shall continue in force and remain binding upon each executing state until renounced by it. The The duties and obligations hereunder of a renouncing state shall continue as to parolees or probationers residing therein at the time of withdrawal until retaken or finally discharged by the sending state. Renunciation of this compact shall be by the same authority which executed it, by sending six months' notice in writing of its intention to withdraw from the compact to the other state party thereto.

Section 2. If any section, sentence, subdivision or clause of this act is for any reason held invalid or to be unconstitutional, such decision shall not affect the validity of the remaining portion of this act.

Section 3. Whereas, an emergency exists for the immediate taking effect of this act, the same shall become effective immediately upon its passage.

Section 4. This act may be cited as the Uniform Act for Out-of-State Parolee Supervision.

S. B. No. 297. An Act relating to state boards and commissions, with special reference to the terms of the members of certain boards and commissions.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 164.130 of the Kentucky Revised Statutes is amended to read as follows:

The government of the University of Kentucky is vested in a board of trustees, consisting of the Governor, who shall be chairman of the board, the Superintendent of Public Instruction, the Commissioner of Agriculture, Labor and Statistics, and twelve competent citizens of Kentucky appointed by the Governor. The terms of the appointed members shall be for four years and until their successors are appointed and qualify. The terms of the four present members appointed in January, 1948, to succeed those members who were appointed under the former statute for terms beginning in January, 1942, shall be calculated to have begun as of January 1, 1948. The terms of the four present members who were appointed under the former statute for terms beginning in January, 1944, shall be deemed to have expired on December 31, 1947, but they shall be deemed to have continued in office pending the appointment and qualification of their successors, who shall be appointed for terms of four years, calculated as if they had begun on January 1, 1947. The terms of the four members who were appointed under the former statute for terms beginning in January, 1946, shall expire on December 31, 1949, and their successors shall be appointed for terms of four years beginning as of January 1, 1950. Thereafter, as the terms of each group of four members expire, successors shall be ap-

pointed for terms of four years. One member of each group of four shall be a member of the State Board of Agriculture, one shall be from the alumni of the university and two shall be distinguished citizens of the state. The Governor shall so make the appointments as to divide the representation upon the board, including the ex officio members, equally between the two leading political parties of this state. With the exception of the members of the board of trustees appointed from the alumni of the university, no two appointed members of the board shall be residents of any one county in Kentucky. Appointments to fill vacancies shall be made for the unexpired term in the same manner as provided for original appointments.

§ 2. Section 167.020 of the Kentucky Revised Statutes is amended to read as follows:

The Kentucky School for the Deaf shall be governed by a board of commissioners consisting of nine members appointed by the Governor. The terms of the members shall be for four years and until their sucessors are appointed and qualify. The terms of the three present members who were appointed under the former statute for terms beginning in 1942 shall be deemed to have expired in 1946, four years from the date of commencement of the terms, but such members shall be deemed to have continued in office pending the appointment and qualification of their successors, who shall be appointed, in 1948, for terms of four years calculated as if they had begun on January 1, 1947. The terms of the three present members who were appointed under the former statute for terms beginning in 1944 shall be deemed to expire in 1948, four years from the date of commencement of the terms, but such members shall continue in office pending the appointment and qualification of their successors, who shall be appointed, in 1948, for terms of four years calculated as if they had begun on January 1, 1948. The terms of the three present members who were appointed under the former statute for terms beginning in 1946 shall expire in 1950, four years from the date of commencement of the terms, and their successors shall be appointed in 1950 for terms of four years calculated to begin as of January 1, 1950. Thereafter, as the terms of

each group of three members expire, successors shall be appointed for terms of four years. Two members out of each group of three members appointed shall be residents of Boyle County, Kentucky. Vacancies shall be filled by the Governor. The board shall be a corporate body for the benefit of the state by the name of Board of Commissioners of the Kentucky School for the Deaf. The board may make contracts, sue and be sued, have a common seal, and exercise all other rights and privileges incident to corporations that are necessary to carry out the purposes for which it is created. It may make such lawful bylaws as it deems proper. All action of the board shall be subject to the control of the General Assembly. A majority of the board shall constitute a quorum for the transaction of business.

§ 3. Section 211.050 of the Kentucky Revised Statutes is amended to read as follows:

(1) The members of the State Board of Health shall hold office for four years and until their successors are appointed and qualify. The successors shall be appointed as provided in KRS 211.040, A vacancy in the board may be filled by the Governor until the next regular session of the General Assembly.

(2) The term of any present member of the State Board of Health, who was appointed under the former statute for a term of six years, shall be deemed to expire, or to have expired, four years from the date of commencement of the term. In the case of such present members whose terms will thus have been deemed to expire before th effective date of the 1948 Act by which this section was amended, such members shall be deemed to have continued, and to be continuing, in office pending the apointment and qualification of their successors, and their successors shall forthwith be appointed for terms of four years calculated to have commenced as of the date as of which the terms of such present members are deemed to have expired.

§ 4. Section 247.090 of the Kentucky Revised Statutes is amended to read as follows:

(1) The State Fair Board shall be composed of nine members, as follows:

(a) The Governor;

(b) The Commissioner;

(c) The Dean of the College of Agriculture of the University of Kentucky; and

(d) Six members appointed from the state at large by the Governor as provided in this section, with due consideration to geographical distribution throughout the state.

(2) The terms of the present six appointed members of the board shall be for four years, dating from the beginning of the terms for which they were respectively appointed, and until their successors are appointed and qualify, the beginning date being calculated as of December 12, 1944, for two of the terms, December 12, 1945, for two of the terms, and December 12, 1946, for two of the terms. As the terms of each group of two members expire, the Governor shall appoint successors for terms of four years and until their successors are appointed and qualify. Beginning with the appointments to be made for the terms that will commence December 12, 1948, one member of the first group of two successor members to be appointed shall be appointed from a list of six nominees submitted to the Governor by the governing body of the Kentucky Purebred Livestock Association; one member of the second such group shall be appointed from a list of six nominees so submitted by the governing body of the American Saddle Horse Breeders Association; and one member of the third such group shall be appointed from a list of six nominees so submitted by the board of directors of the Kentucky Farm Bureau Federation. The other member of each group of two successor members so appointed shall not be of the same political affiliation as the appointee selected from the nominees submitted by the named organizations, it being the intention hereof that of the six members so appointed by the Governor three shall be appointed from each of the two political parties polling the largest number of votes in the state at general elections.

(3) In case of a vacancy among the appointed members of the board, the unexpired term so occurring shall be filled

by the Governor, who shall appoint a person having the same required qualifications as the person who theretofore held such office.

§ 5. Section 313.200 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Kentucky State Board of Dental Examiners shall consist of five practicing dentists, each appointed by the Governor from a list of three names recommended by the Kentucky State Dental Association at its annual meeting. One member shall be appointed each year, except that every fourth year, beginning with 1951, two members shall be appointed.

(2) Each member shall have been an actual resident and licensed practicing dentist of this state for not less than five years immediately preceding his appoinment to the board. He shall not be in any way connected with or interested in any dental college or dental department of any institution of learning or dental supply business.

(3) Each member of the board shall hold office for four years, and until his successor is appointed and qualifies. The term of the member of the present board appointed under the former statute for a term beginning in 1943 shall be deemed to have expired in 1947, but he shall be deemed to have continued in office pending the appointment and qualification of his successor, who shall be appointed for a term of four years calculated as if it had begun in 1947, the appointment to be made from the list of names last submitted.

(4) Any vacancy shall be filled by the Governor from the list mentioned in subsection (1) of this section.

(5) Each member of the board shall receive any necessary expenses incurred in attending its meetings. Each member except the secretary-treasurer shall receive as compensation ten dollars for each day actually engaged in the duties of his office. The secretary-treasurer shall be allowed a reasonable salary fixed by the board.

§ 6. Section 315.150 of the Kentucky Revised Statutes is amended to read as follows:

(1) The Kentucky Board of Pharmacy shall consist of five members.

(2) Beginning with the year 1948, at its regular annual meeting the association shall select and submit to the Governor one list of five persons and one list of three persons, each of whom has had at least five years' experience in compounding and dispensing physicians' prescriptions in this state. The Governor shall, before November 1 of each year, appoint one person from each list so submitted, to take office on January 1 following. Not more than two members of the board shall be residents of the same county.

(3) The term of each board member appointed from the list of five persons shall be four years, and the term of each person appointed from the list of three persons shall be one year, and each shall serve until his successor is appointed and qualified, unless removed for cause. No member shall be so reappointed that he will serve for more than five consecutive years. The member appointed each year for a four year term shall succeed the member whose one year term is expiring that year, and the member appointed each year for a one year term shall succeed the member whose four year term is expiring that year.

(4) The Governor shall fill any vacancy from the names last submitted.

(5) Within ten days after he receives his appointment each member shall take and subscribe to an oath before a competent officer, to perform the duties of his office faithfully and impartially. The oath shall be inscribed upon his commission.

(6) Three members of the board shall constitute a quorum.

§ 7. Section 147.010 of the Kentucky Revised Statutes is amended to read as follows:

The Kentucky Progress Commission shall be attached to the Division of Publicity in the Department of Conservation. It shall consist of twelve members. The Governor shall be an ex officio member, and the other members shall be appointed by him. They shall serve without compensation, and at the

pleasure of the Governor, but not for a term in excess of four years.

§ 8. Section 147.200 of the Kentucky Revised Statutes is amended to read as follows:

The Commission shall consist of the Governor, the Commissioner of Highways, the Director of the Division of Parks, the State Highway Engineer, the Mayor of Frankfort, and two private citizens of Frankfort who are well qualified to pass upon questions involving the capital planning and zoning ordinances and who shall be appointed by the Governor. The Governor shall serve as chairman. Members shall serve without pay. The appointed members shall serve for terms of four years subject to removal at the pleasure of the Governor.

§ 9. Whereas, serious doubt and great uncertainty exists as to the length and duration of the terms of the members of various state boards and commissions, and the efficient administration of the state government is thereby impaired, an emergency is declared to exist and this Act shall become effective upon its passage and the approval of the Governor.

S. B. No. 303. An Act relating to Geology; providing for a Kentucky Geological Survey to be established and operated at and within the University of Kentucky; repealing Sections 351.200 to 351.230 of the Kentucky Revised Statutes, which provide for a Division of Geology in the Department of Mines and Minerals; and providing for a transfer of appropriations, funds, properties and facilities.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. There is hereby established and shall be maintained, within the Department of Geology of the University of Kentucky, a bureau of geological research and information to be known and designated as the Kentucky Geological Survey. The Survey shall be under the direction of the head of the Department of Geology of the University, who shall be

designated as Director of the Survey. The Survey shall have a non-teaching staff, one of whom shall be designated as State Geologist, to be appointed in the same manner as other staff members of the University, and whose salaries shall be fixed by the Board of Trustees of the University commensurate with the salaries of other staff members of the University.

§ 2. The other departments of the University of Kentucky, and the teaching staff of the Department of Geology, shall furnish cooperative services in carrying out the functions of the Kentucky Geological Survey.

§ 3. The Kentucky Geological Survey shall make a continuing geological study of the state and perform such other functions as are directed toward the development of the mineral resources of the state.

§ 4. The Kentucky Geological Survey shall report periodically on its findings to the Governor and General Assembly and such reports shall be available to the public. It shall at all times furnish cooperative services to the Agricultural and Industrial Development Board of Kentucky, and make available to that Board such information and data as is at the disposal of the Survey. The Survey may issue reports, maps and other publications for sale at a price prescribed by the governing authorities of the University of Kentucky.

§ 5. All properties and facilities of the Division of Geology in the Department of Mines and Minerals shall forthwith be transferred to the Kentucky Geological Survey.

§ 6. Any appropriations made by the General Assembly to the Division of Geology in the Department of Mines and Minerals, for the fiscal years 1948-1949 and 1949-1950, and any unencumbered or unexpended balance of any appropriation made to said Division for the fiscal year 1947-1948, shall be deemed to have been appropriated to, and shall be transferred to the account of, the Kentucky Geological Survey. Any grants or other funds received or held by the said Division of Geology, in its capacity as an agency of the State, shall likewise be transferred to the Kentucky Geological Survey.

§ 7. Sections 351.200 to 351.230 of the Kentucky Revised Statutes are repealed.

S. B. No. 307. An Act relating to aeronautics; making provisions for a State Department of Aeronautics, including its organization, personnel, and functions; abolishing the Kentucky Aeronautics Commission and the office of Director of Aeronautics, and transferring their functions, duties, powers, property, equipment, supplies, facilities, and appropriations to the Department of Aeronautics; amending KRS 12.020 in so far as it relates to aeronautics; and repealing KRS 183.020, 183.030, 183.031, 183.033, and 183.040.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. There hereby is created and established the Department of Aeronautics, which shall constitute a statutory administrative department of the State Government within the meaning of KRS, Chapter 12, and which department shall exercise all of the administrative functions of the Commonwealth in relation to aeronautics, including aircraft, air transportation, airports, air navigation, and all matters related to said functions. The Department of Aeronautics shall be headed by the Commissioner of Aeronautics, who shall be the executive officer and have sole charge of the administration of the Department and the performance of all functions of the Department. No person shall be appointed as Commissioner unless at the time of his appointment he holds a valid commercial license, or its equivalent, issued by the United States Government for the piloting of aircraft, and unless he shall have had at least five (5) years' experience in aeronautics.

Section 2. The Commissioner of Aeronautics, with the advice and approval of the Governor, may appoint an Advisory Board of Aeronautics to advise with the Commissioner in carrying out the functions of the Department. Such Board, if appointed, shall consist of not less than three (3) nor more than nine (9) members, who shall serve for such terms, not

exceeding four (4) years, as may be fixed by the Commissioner, and who shall be removable at the will of the Commissioner. The Commissioner shall serve as Chairman of the Board, and the Board shall meet at the call of the Chairman. The members of the Board shall be compensated at the rate of Ten Dollars ($10.00) per day for each day they shall serve at the call of the Chairman, and in addition thereto shall be allowed their necessary expenses attendant upon their duties.

Section 3. The Kentucky Aeronautics Commission and the office of Director of Aeronautics hereby are abolished, and all of their functions, duties, powers, property, equipment, supplies, and facilities hereby are transferred to the Department of Aeronautics. Any power or duty now vested by law in the Kentucky Aeronautic Commission, or in the individual members thereof, or in the Director of Aeronautics, henceforth shall be vested in the Department of Aeronautics and in the Commissioner of Aeronautics as head of the Department. Any reference in KRS, Chapter 183, to the Kentucky Aeronautic Commission, or the "Commission", or the Director of Aeronautics, henceforth shall be construed to be a reference to the Department of Aeronautics and the Commissioner of Aeronautics. Any appropriation or allocation of State or Federal funds heretofore or hereafter made to the Kentucky Aeronautic Commission shall be transferred and allocated to, and be construed to be appropriated for, the Department of Aeronautics.

Section 4. The Department of Aeronautics may prescribe such rules and regulations not inconsistent with law, and may do all things reasonable or necessary to carry out the provisions of KRS, Chapter 183, relating to State functions in the field of aeronautics. The Department, with the approval of the Governor, may acquire aircraft by purchase, lease, or otherwise, necessary for the performance of the functions of the Department.

Section 5. Sections 183.020, 183.030, 183.031, 183.033, and 183.040 of the Kentucky Revised Statutes hereby are repealed.

S. B. No. 311. An Act to amend Sections 58.020 and 58.030 KRS, which sections are part of an Act providing for the acquisition and development of public projects by governmental units and agencies through revenue bonds, by inserting the words "or administration" between the words "legislative" and "body" in the third sentence of said section KRS 58.020, and by changing the word "twenty-five" to "forty" in KRS 58.030 (1).

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 58.020 KRS be amended so that when amended it shall read as follows:

A governmental agency acting separately or jointly with one or more of any such agency, may acquire, construct, maintain, add to and improve any public project as defined in KRS 58.010, which public project may be located within or without or partly within and partly without the territorial limits of such governmental agency or agencies and for the purpose of defraying the cost thereof may borrow money and issue negotiable revenue bonds. Before any department or agency of the state government shall borrow money and issue bonds under KRS 58.010 to 58.140, the head of the department or agency shall file with the Secretary of State a written order, approved by the Governor, the Attorney-General and the Commissioner of Finance, setting forth the proposed public project, the amount of the bonds to be issued, and the maximum rate of interest the bonds are to bear. Any governmental agency other than agencies of the state government may borrow money and issue revenue bonds under KRS 58.010 to 58.140 pursuant to an order, resolution or ordinance of its legislative or administrative body, which order, resolution or ordinance shall set forth the proposed public project, the amount of the revenue bonds to be issued and the maximum rate of interest. In every instance the order, resolution or ordinance shall provide that the public project is being undertaken under the provisions of KRS 58.010 to 58.140. (1946, c. 126, section 2.)

That Section 58.030, KRS, be amended so that when amended it shall read as follows:

(1) The bonds may be issued to bear interest at the rate not to exceed six percent per annum, payable either annually or semiannually, and shall be executed in such manner and be payable at such times not exceeding forty years from date thereof and at such place or places as the governmental agency determines.

(2) The bonds may provide that they or any of them may be called for redemption prior to maturity on interest payment dates not earlier than one year from the date of issuance of the bonds, at a price not exceeding 103 and accrued interest, under conditions fixed by the governmental agency before issuing the bonds.

(3) Any governmental agency is authorized to rent or lease such public project or any portion thereof to any persons, partnerships, associations or corporations either public or private.

(4) A governmental agency is hereby empowered to accept donations or gifts to the public project from any source and to accept appropriations and grants to the public project from the Federal Government or any agency thereof and appropriations from the state or any county, city or other political subdivision and, at the option of the governmental agency, to pledge such donations, gifts or appropriations to the payment of revenue bonds issued to finance the cost of a public project. (1946, c. 126, Section 3.)

S. B. No. 312. An Act to amend sections 148.020, 148.030 and 148.040 KRS, which sections pertain to the acquisition of state parks, the issuance of revenue bonds to improve same, and provide for the setting up of a system of accounting for the revenue derived from the operation of same; said sections when amended to provide for the acquisition of state parks, the issuance of revenue bonds under KRS 58.010 to 58.140; to permit the uniting of one or more parks for the purpose of said financing; and to provide for a proper system of accounting and other purposes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 148.020 KRS be amended so that when amended it shall read as follows:

The Division of Parks may:

(1) acquire lands by purchase, lease or otherwise, on which to operate state parks;

(2) improve said parks by constructing and equipping improvements and facilities in said parks;

(3) operate said parks, and fix fees and charges for the use of said parks and the improvements and facilities constructed therein, and provide for the collection of said fees and charges and the proper accounting therefor.

That section 148.030 KRS be amended so that when amended it shall read as follows:

(1) The cost of acquiring such parks and constructing improvements and facilities therein and equipping the same may be defrayed by funds received from appropriations, gifts, the use of money received as fees and charges for the use of said parks and facilities, or by the issuance of revenue bonds, or by a combination of such sources of funds.

(2) In the event revenue bonds are issued to defray all or any part of such costs, said revenue bonds shall be issued pursuant to the terms of KRS 58.010 to 58.140.

(3) The Division of Parks may unite into one project for financing purposes all or as many parks, and the improvements thereon, or to be constructed, enlarged or improved, as it deems practicable, so that the fees and charges and other revenue or receipts from every source whatsoever from the parks thus united shall be used for the payment of the principal and interest of all bonds which may be issued. Such united receipts shall continue until all bonds issued have been paid in full. The liens of the bonds for such united project shall be a lien upon the gross income and revenue of all the thus united into a project.

(4) All parks in which improvements and facilities are constructed and equipped by the issuance of revenue bonds

shall be maintained and operated by the Division of Parks until the bonds are paid, and the cost of operation and maintenance shall be paid out of appropriations received by the Division of Parks.

(5) The Division of Parks may delegate the actual operation of said parks and facilities to a corporation created for the purpose of operating said parks and facilities, and if the operation of said parks and facilities produces revenue in excess of the amount necessary to pay said bonds and the interest on same as they severally mature, and to create all necessary and proper reserves to secure such payment, and to make good all depreciation, such surplus may be used to defray costs of operating said parks and facilities.

That section 148.040 KRS be amended so that when amended it shall read as follows:

The Division of Parks shall adopt regulations necessary for the operation, maintenance and use of state parks. These regulations shall include the setting up of an accounting system to properly show the receipts and expenditures of the parks operated by the Division of Parks, and shall provide for the setting aside and pledging of sufficient revenue to secure the payment of all bonds and the interest thereon which may be issued.

Ordered that said bills be printed and referred to the Committee on Rules.

The Committee on Rules, to which the same had been referred, reported bills and a resolution of the following titles, viz.:

H. B. No. 452. An Act relating to canceled checks issued prior to July 1, 1936, by the Department of Highways out of its labor expense fund whereby authorization is given for their destruction or confiscation.

H. B. No. 453. An Act to amend Section 41.220 of the Kentucky Revised Statutes relative to designation of state bank depositories.

S. B. No. 11. An Act authorizing retirement and disability plans for employes of cities, counties and their agencies.

S. B. No. 299. An Act appropriating funds to the Division of Parks for recurring costs of operations of Kentucky Dam Village and property in its vicinity.

S. B. No. 63. An Act relating to the publication of ordinances in cities of the second class operating under the city manager form of government.

S. B. No. 65. An Act relating to the registration of voters, amending Sub-section (1) of Section 117.050 of the Kentucky Revised Statutes.

S. B. No. 115. An Act to amend Section 186 of the Constitution of the Commonwealth of Kentucky relating to distribution of public school funds.

S. B. No. 295. An Act relating to highways, with particular relation to highways of the superhighway type; authorizing the construction and operation of such highways and providing means for the financing thereof.

S. B. No. 447. An Act relating to education in fields related to health, with particular reference to the education of, and the training of nurses and doctors of the Negro race.

With Committee amendment thereto.

Said Committee amendment to said bill is as follows, viz.:

Amend printed copy of House Bill 447, on page 1, lines 1 through 7, by striking all of lines 1 through 7 and inserting in lieu thereof the following:

"The provisions of KRS 158.020 shall not be construed to prohibit the giving of instruction in nursing, medicine, surgery, or other related courses of graduate grade or on the

professional level, within any hospital, if the governing body of the hospital, by a majority vote of its members, so elects.''

H. B. No. 458. An Act to amend sub-section 1 of Section 26.530 of the Kentucky Revised Statutes.

H. B. No. 369. An Act relating to the city-county board of health for cities of the first class and counties containing such cities.

H. B. No. 466. An Act concerning installment payments of public improvement tax assessments in cities of the first class.

S. B. No. 257. An Act requiring the marking of center lines on black-top roads within the state primary road system.

S. B. No. 41. An Act relating to the placing of children in homes other than their own homes, for adoption or otherwise.

H. B. No. 457. An Act relating to game and fish, with particular reference to free hunting and fishing licenses for war veterans.

S. Res. No. 34. A Joint Resolution authorizing the personal representative of J. W. Lathan, deceased, to sue the commonwealth of Kentucky and the Department of Highways, or either.

H. B. No. 34. An Act relating to game and fish, with particular relation to the taking or hunting of fox, either red or grey.

With Committee amendment thereto by way of substitute therefor.

With the expression of opinion that same should pass.

Whereupon said bills and said resolution were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and resolutions of the following titles, viz.:

S. B. No. 196. An Act to amend and re-enact Section 427.130 of the Kentucky Revised Statutes, so as to include provisions relating to procedure in the case of attachments and garnishments served upon the Commonwealth.

S. B. No. 197. An Act relating to the establishment in Kentucky of medical hospitals and related services, creating a division in the Department of Health to establish and regulate such services, and authorizing said division to accept on behalf of the Commonwealth of Kentucky, and to disburse any grants, gifts or contributions now or hereafter made by the Federal Government, or from any other sources, to aid and assist in carrying out the purposes and provisions of the Federal Public Law No. 725 (79th Congress), Chapter 958, 2nd Session, or any other acts for the same or similar purposes, and providing an appropriation to the Kentucky Department of Health to enable it to meet conditions to secure grants, gifts or contributions, and to pay the necessary expenses of the division herein authorized.

S. B. No. 199. An Act relating to the state tuberculosis sanatoria, including Hazelwood Sanatorium; providing for a State Tuberculosis Sanatoria Commission and transferring to such commission certain powers and duties now possessed by the State Board of Health.

S. B. No. 229. An Act to amend and re-enact Section 230.030 of the Kentucky Revised Statutes.

S. B. No. 238. An Act relating to the state parks; providing for the commissioning of certain employes of the Division of Parks as peace officers, and providing a penalty for the violation of regulations governing the parks.

S. B. No. 135. An Act making provisions for the certification of clinical psychologists, through a State Board of Examiners of Psychologists.

S. B. No. 141. An Act providing for the operation of canteens at State Welfare Institutions.

S. B. No. 157. An Act relating to persons who are, or who are alleged or believed to be, mentally incompetent; including provisions as to observation, treatment, hospitalization, inquests, care, custody, and examination.

H. Res. No. 58. A Joint Resolution authorizing the payment of attorneys' fees authorized by the Division of Game and Fish.

S. B. No. 262. An Act relating to unemployment compensation.

S. B. No. 249. An Act relating to judicial districts, creating an additional district and making changes in the apportionment of counties to the Second, Third and Fourth Districts in order to comply with the meaning and intent of the Constitution.

S. B. No. 259. An Act changing the classification of the City of Mayfield in Graves County.

H. B. No. 442. An Act relating to the adoption of school textbooks, with particular relation to the adoption of a book or books containing the full text of the Kentucky Constitution.

S. B. No. 166. An Act relating to adequate sewer and drainage facilities in cities of the first class and in counties containing such cities.

H. B. No. 337. An Act to amend Section 271.385 of the Kentucky Revised Statutes by providing for resignation of process agents appointed by corporations.

S. B. No. 71. An Act concerning sinking funds in cities of the first class.

S. B. No. 256. An Act relating to prosecuting attorney of the police court in cities of the first class.

S. B. No. 62. An Act concerning license taxes and disposition of license fees in cities of the first class.

With Committee amendment thereto.

H. B. No. 412. An Act relating to the teachers' retirement system.

H. B. No. 352. An Act amending sub-section (5) of Section 132.590 of the Kentucky Revised Statutes.

H. B. No. 433. An Act relating to chicken and dog fighting, including provisions for a license for chicken fighting, and appropriating the revenue from said license to the Kentucky Disabled Ex-Servicemen's Board.

H. Res. No. 64. A Joint Resolution authorizing Mrs. Martha Howard and Ella Howard, of Magoffin County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

H. B. No. 249. An Act relating to permanent waves, with particular reference to the sale of devices and materials used in the application of home permanent waves.

With Committee amendment thereto by way of substitute therefor.

H. B. No. 348. An Act relating to coin-operated mechanical musical devices.

S. B. No. 285. An Act prescribing the time within which appeals shall be taken to the Court of Appeals from judgments and appealable orders of circuit courts involving questions arising under the planning and zoning laws of this Commonwealth.

S. Res. No. 41. A Joint Resolution authorizing Clayton Henry, of Index, Morgan County, Ky., to sue the Commonwealth of Kentucky and the Department of Highways, or either.

H. Res. No. 69. A Joint Resolution repealing, amending and re-enacting Section 1 of Chapter 267 of the Acts of the General Assembly of Kentucky, at its regular session of 1942, and approved by the Governor March 2, 1942, so as to enable the Governor within his discretion to renew Interstate Compacts to Conserve Oil and Gas.

H. B. No. 465. An Act relating to parole.

H. B. No. 464. An Act relating to the annexation by cities of areas included in sanitation districts organized under Chapter 200 of the Kentucky Revised Statutes.

H. B. No. 475. An Act relating to attorneys for executive or administrative departments, agencies, divisions and independent agencies of the Commonwealth of Kentucky.

H. B. 476. An Act to amend Section 119.250 of the Kentucky Revised Statutes, 1946 Edition, to require the payment of a fee at the time of filing nomination papers for candidates for United States Senator and Representative in Congress.

H. B. No. 477. An Act to amend Section 118.080 of the Kentucky Revised Statutes, 1946 Edition, changing the required number of signers to the petition of a candidate for nomination for regular election.

H. B. No. 467. An Act to regulate taxicabs in cities of the third, fourth, fifth and sixth classes and in unincorporated towns in counties not containing a city of the first or second class.

Ordered that said bills and said resolutions be read at length the second time:

Mr. Burnley moved that the Constitutional provision as to the second reading at length of said bills and said resolutions be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolutions having been dispensed with, said bills and said resolutions were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

S. B. No. 147. An Act relating to safety glass in motor vehicles.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 189.120 of the Kentucky Revised Statutes is amended to read as follows:

(1) On and after January 1, 1949, no person shall sell and new motor vehicle in this state nor shall any new motor vehicle be registered in this state unless the vehicle is equipped with safety glass wherever glass is used in the windshield, doors or windows.

(2) As used in this section, "safety glass" means any product composed of glass, so manufactured, fabricated, or treated as substantially to prevent shattering and flying of the glass when struck or broken, or such other similar product as may be approved by the Department of Revenue.

(3) The Department of Revenue shall compile and publish a list of types of glass by name approved by the department as meeting the requirements of this section, and shall cause a copy of the list to be furnished to each county court clerk. No motor vehicle which is subject to the provisions of this section shall be registered unless it is equipped with an approved type of safety glass as required by this section, and the Department of Revenue may prescribe and enforce such regulations as are necessary to effectuate this section. If the

rules of the Interstate Commerce Commission differ the Common Carriers may elect to apply the rules of the Interstate Commerce Commission.

§ 2. Any person who violates any of the provisions of KRS 189.120 shall be fined not less than ten dollars nor more than one hundred dollars for each offense.

§ 3. This Act shall take effect on January 1, 1949.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	G. I. Drury	Ed Marcum
Jason Alford	Kermit Dwyer	E. H. Martin
Roy W. Arnold	Otto W. Goff	Archie R. Moore
Earl F. Ashcraft	N. M. Hamilton	Davis Moore
Sidney Baer	James P. Hanratty	Walter Moorman
Levi Baker	Dennis Henderson	Fred H. Morgan
Bernhardt Bauer	Carson Hibbitts	E. C. Mullins
C. E. Baumgardner	E. R. Hilton	Stanley Murphy
Fred Beshear	C. J. Holsclaw	T. A. Noe, Jr.
Isaac M. Blevins	Richard R. Houpt	Joe E. Nunn
Chas. J. Bronston	Clyde S. Howard	H. S. Overby
Chas. W. Burnley	R. N. Hubbard	H. C. Patterson
A. H. Calvert	Ira W. Hulette	H. M. Pewitt
Paul Carter	Laban P. Jackson	J. H. Polsgrove
George I. Cline	Kerby Jennings	E. F. Prichard
Robert Collins	Paul S. Jonas	Hobart Rayburn
Everett T. Cooper	J. Ernest Jones	Ottis Roberts
Perry M. Cross	L. H. Jones	F. L. Robinson
Horace T. Cull	Ercel Kozee	Lilburn S. Rogers
B. G. Davidson	Harry K. Lowman	Glenn Rushing
Owen Deering	W. E. McClure	Mrs. Rutherford

Dr. K. N. Salyer	John M. Spaulding	W. J. Ward
D. B. Saylor	Chas. L. Spillman	John C. Watts
LeRoy Saylor	G. W. Steinford	Lawrence Watts
James J. Shannon	Albert Thomason	Morris Weintraub
Paul E. Shannon	W. R. Tipton	Lynn Boyd Wells
James S. Shaw	Wilford S. Travis	Rodney Whitlow
Jesse H. Shelton	J. B. Veech	Charles W. Wirsch

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Those who voted in the negative were—

L. W. Preston Harry Smith —2

Resolved that the title thereof be as aforesaid.

Mr. Burley moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

S. Res. No. 55. A Joint Resolution providing for an investigation, study and survey of the administration of school affairs within the state; authorizing the use and allocation of certain funds; and providing for a report.

Said resolution is as follows, viz.:

Whereas, during the period from 1934 to 1947 the sums appropriated out of the State Treasury for the purpose of paying school teachers' salaries were increased by 328%, and the local revenue for school purposes was increased by 26%; and

Whereas, during the same period, notwithstanding such increases in the amount of funds available for the payment of teachers' salaries, the average of such salaries was incresed by only 98%; and

Whereas, a deplorable condition exists with respect to the teaching profession in Kentucky, in that the salaries paid to

teachers in Kentucky are the lowest or among the lowest in the United States, as a result of which the best qualified teachers are leaving this state to engage in their profession elsewhere, and capable students are no longer attracted to enter the teaching profession; and

Whereas, the children of our citizens are being deprived of the benefits and advantages of instruction by competent and adequately compensated teachers, and thus are under a handicap in competition with children of other states; and

Whereas, it appears that injudicious, imprudent or unskillful administration of school affairs may be responsible, in whole or in part, for the failure of the money made available for teachers' salaries to adequately meet the need; and

Whereas, a limited investigation of the management of county school affairs, conducted in recent years, disclosed substantial evidence of mismanagement of school finances; and

Whereas, it appears that a thorough and complete investigation, study and survey of school affairs, at both the local and state levels, may reveal situations and practices detrimental to the public interest, and furnish the basis for remedial legislation or executive action with a firm factual foundation; and

Whereas, the Legislative Research Commission established by the present General Assembly is admirably designed to conduct an investigation, study and survey of school affairs, and to make an unbiased and comprehensive report thereon; and

Whereas, the present circumstances with respect to school affairs constitute an emergency justifying the use of every emergency power of government;

Now Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That the Legislative Research Commission be and it hereby is authorized and directod to make and conduct a thorough

and complete investigation, study and survey of the administration of public school affairs in this Commonwealth, from both the local and the state aspect, and to submit to the 1950 General Assembly a full and comprehensive report thereof.

That in conducting such investigation, study and survey the members and authorized employes and representatives of the Legislative Research Commission shall have access to the records, offices and files of the State Department of Education and of every school district and state institution of learning, and shall have power to make such audits and make photostatic or other copies of such documents, papers or records as deemed necessary or desirable.

That the Legislative Research Commission is requested to award first priority in its program of research to the investigation, study and survey directed by this Resolution to be made.

That the General Assembly expressly finds and declares that the need for the investigation, study and survey of school affairs constitutes an emergency within the purposes contemplated in establishing the Governor's General Emergency Fund and Special Emergency Fund, and the Governor is expressly authorized and empowered to allot for the purposes of this Resolution any part or all of such funds.

Ordered that said resolution be read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Sidney Baer	C. E. Baumgardner
Jason Alford	Levi Baker	Fred Beshear
Roy W. Arnold	Bernhardt Bauer	Isaac M. Blevins

Chas. J. Bronston	L. H. Jones	Glenn Rushing
Chas. W. Burnley	Ercel Kozee	Mrs. Rutherford
A. H. Calvert	Harry K. Lowman	Dr. K. N. Salyer
Robert Collins	W. E. McClure	D. B. Saylor
Horace T. Cull	Ed Marcum	James J. Shannon
B. G. Davidson	E. H. Martin	Paul E. Shannon
Owen Deering	Archie R. Moore	Jesse H. Shelton
G. I. Drury	Davis Moore	Harry Smith
Kermit Dwyer	Fred H. Morgan	John M. Spaulding
Otto W. Goff	E. C. Mullins	Chas. L. Spillman
N. M. Hamilton	Stanley Murphy	G. W. Steinford
Dennis Henderson	T. A. Noe, Jr.	Albert Thomason
Carson Hibbitts	Joe E. Nunn	W. R. Tipton
E. R. Hilton	H. S. Overby	J. B. Veech
C. J. Holsclaw	H. C. Patterson	W. J. Ward
Richard R. Houpt	H. M. Pewitt	John C. Watts
R. N. Hubbard	J. H. Polsgrove	Lawrence Watts
Ira W. Hulette	E. F. Prichard	Morris Weintraub
Laban P. Jackson	Ottis Roberts	Lynn Boyd Wells
Kerby Jennings	F. L. Robinson	Rodney Whitlow
Paul S. Jonas	Lilburn S. Rogers	Charles W. Wirsch
J. Ernest Jones	Amos Runyan	—74

Those who voted in the negative were—

Earl F. Ashcraft	Everett T. Cooper	LeRoy Saylor
George I. Cline	James P. Hanratty	Wilford S. Travis

—6

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 240. An Act relating to property subject to taxation; providing an exemption for certain unmanufactured agricultural products.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 132.200 of the Kentucky Revised Statutes is amended to read as follows:

All property subject to taxation for state purposes shall also be subject to taxation in the county, city, school or other taxing district in which it has a taxable situs, except the classes of property described in KRS 132.030 and 132.050, and the following classes of property, which shall be subject to taxation for state purposes only:

(1) Farm implements and farm machinery owned by a person actually engaged in farming and used in his farm operation.

(2) Livestock and domestic fowls.

(3) Capital stock of building and loan associations.

(4) Machinery and products in course of manufacture, of individuals or corporations actually engaged in manufacturing, and their raw material actually on hand at their plants for the purpose of manufacture. Individuals or corporations actually engaged in the printing, publication and distribution of a newspaper or operating a job-printing plant shall be deemed to be actually engaged in manufacturing.

(5) Unmanufactured agricultural products (except that the same shall be exempt from taxation for state purposes to the extent of the value, or amount, of any unpaid nonrecourse loan or loans thereon granted by the United States Government or any agency thereof), and except that cities and counties may each impose an ad valorem tax of not exceeding fifteen cents on each one hundred dollars of the fair cash value of all unmanufactured agricultural products subject to taxation within their limits that are not actually on hand at the plants of manufacturing concerns for the purpose of manufacture, nor in the hands of the producer or any agent of the producer to whom the products have been conveyed or assigned for the purpose of sale.

(6) Money in hand, notes, bonds, accounts and other credits, whether secured by mortgage, pledge or otherwise, or unsecured, and shares of stock, except that nothing in this section shall forbid local taxation of franchises of corporations or of the shares of banks, trust companies or combined banks and trust companies doing business in this state, or domestic life insurance companies.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	N. M. Hamilton	H. C. Patterson
Jason Alford	Dennis Henderson	H. M. Pewitt
Roy W. Arnold	Carson Hibbitts	L. W. Preston
Earl F. Ashcraft	C. J. Holsclaw	E. F. Prichard
Sidney Baer	Richard R. Houpt	Hobart Rayburn
Levi Baker	Clyde S. Howard	Ottis Roberts
Bernhardt Bauer	R. N. Hubbard	F. L. Robinson
C. E. Baumgardner	Ira W. Hulette	Lilburn S. Rogers
Fred Beshear	Laban P. Jackson	Amos Runyan
Isaac M. Blevins	Kerby Jennings	Glenn Rushing
Chas. J. Bronston	Paul S. Jonas	Mrs. Rutherford
Chas. W. Burnley	J. Ernest Jones	Dr. K. N. Salyer
A. H. Calvert	L. H. Jones	D. B. Saylor
Paul Carter	Ercel Kozee	LeRoy Saylor
Robert Collins	Harry K. Lowman	James J. Shannon
Everett T. Cooper	W. E. McClure	Paul E. Shannon
Horace T. Cull	C. D. Moberly	James S. Shaw
B. G. Davidson	Davis Moore	Jesse H. Shelton
Owen Deering	Walter Moorman	Harry Smith
G. I. Drury	E. C. Mullins	John M. Spaulding
Kermit Dwyer	Stanley Murphy	Chas. L. Spillman
Otto W. Goff	H. S. Overby	G. W. Steinford

Albert Thomason	J. B. Veech	Lynn Boyd Wells
G. C. Thornton	W. J. Ward	Rodney Whitlow
W. R. Tipton	John C. Watts	Charles W. Wirsch
Wilford S. Travis	Morris Weintraub	—77

Mr. Davidson offered the following amendment to the title of said bill, viz.:

Amend the title of Senate Bill No. 240 by adding at the end thereof the following: "This Act shall be known as The Bauer-Maloney Bill."

Said amendment to the title of said bill was agreed to.

Resolved that the title thereof be as amended.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 148. An Act relating to revenue and taxation.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

(1) A State tax of five percent (5%) of the total amount of all money handled by and through pari-mutuel systems of betting at any running or trotting horse tract is hereby imposed. The said tax shall be collected by every person, corporation or association operating such a pari-mutuel system of betting.

(2) Every person, corporation or association subject to the collection of the tax imposed by Section 1 shall withhold from the total amount of all money handled by and through the pari-mutuel system of betting, five percent (5%) thereof

for the payment of said tax, the said five percent (5%) withheld shall be in addition to the amount now or hereafter legally withheld by and for the benefit of the person, corporation or association.

(3) The remittance of the tax imposed by Section 1 shall be made to the Department of Revenue at such regular intervals and accompanied by such reports under oath as prescribed by said department. All such funds received by the Department of Revenue shall be paid into the State Treasury and shall be credited to the General Expenditure Fund.

(4) The administration of this Act is vested in the Department of Revenue which shall promulgate such rules and regulations and shall prescribe and require the furnishing of such reports as it deems necessary to administer and enforce the provisions thereof.

(5) The Commissioner of Revenue or his duly authorized representatives shall, at all reasonable times, have access to all books, records, issuing or vending machines, adding machines and all other pari-mutuel equipment for the purpose of examining and checking the same and ascertaining whether or not the proper amount or amounts due the State are being or have been paid.

(6) Every person, corporation or association subject to the collection of the tax imposed by Section 1 shall keep its books and records so as to clearly show by a separate record the total amount of money contributed to every pari-mutuel pool, including daily double pools, if any.

(7) The tax imposed by Section 1 shall apply to pools, commonly known as daily double pools, even though the tickets sold for such a pool are not vended by a mechanical or electrical device nor the totals of such a pool computed and determined by a totalizator.

(8) The change of the name of the system or method of betting or wagering, commonly known as the pari-mutuel system of betting, shall not prevent the levy and collection by the State of the tax imposed by Section 1.

(9) Upon the failure of any person, corporation or association subject to the collection of the tax imposed by Section 1, to report and to remit the tax within the time prescribed by the Department of Revenue, a penalty equal to twenty percent (20%) of the amount of the tax due and delinquent, together with interest at six percent (6%) per annum on both the original tax and the penalty shall be paid. In the event it is necessary to institute legal proceedings for the collection of the tax imposed by Section 1, an additional penalty of twenty percent (20%) shall be paid.

(10) In addition to the penalties provided in Section 9, when the pari-mutuel system of betting is operated at a track licensed under the provisions of KRS 137.170, said license shall be revoked or renewal refused upon the failure of the operator of the pari-mutuel system of betting to comply with the provisions of this Act or the rules and regulations promulgated by the Department of Revenue pursuant thereto, even though the pari-mutuel system of betting and the track are operated by different persons, corporations or associations.

(11) KRS 137.190 is hereby amended to read as follows:

The license tax imposed by KRS 137.170, the admission tax imposed by KRS 138.480 and the State tax imposed on pari-mutuel systems of betting shall be in lieu of all other license, excise, special or franchise taxes to the state or any county, city or other political subdivision. No county, city or other political subdivision may levy any license, income, excise, special or franchise tax on any such person engaged in the business of conducting a race track at which races are conducted for stakes, purses or prizes, or on the operation or maintenance of any pari-mutuel machine or similar device, or on the sale of any merchandise during the conducting of races thereon by any such person.

(12) Whereas, the running and trotting horse seasons in this State will soon commence and, whereas a substantial loss of revenue to the State will result in the event that this Act does not become effective prior thereo, Now, Therefore, an emergency is hereby declared to exist and this Act shall take

effect from and after its passage and approval by the Governor.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to pari-mutuel or similar systems of betting at running or trotting horse race tracks, providing for the disposition of funds deposited in a pari-mutuel or similar pool and imposing an excise tax on persons, corporations and associations which operate tracks at which such systems are used.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Every person, corporation or association which operates a running or trotting horse track at which betting is conducted through a pari-mutuel or other similar system shall distribute or cause to be distributed to the holders of the winning tickets therein all sums deposited in such a pool, less the following amounts:

(a) Twelve per cent of all deposits plus the breaks, in the case of bets made on running horse races;

(b) Fifteen per cent of all deposits plus the breaks, in the case of bets made on trotting horse races.

"Breaks" are defined as the odd cents over any multiple of five, calculated on the basis of one dollar, otherwise payable to a patron. The tax imposed by section two of this Act shall be paid out of the amount authorized to be retained by the person, corporation or association which operates the track. The remainder of the amount authorized to be so retained may be held by the person, corporation or association operating the track for its own use and purposes.

Section 2. An excise tax is imposed on every person, corporation or association which operates a running or trotting horse race track at which betting is conducted through a pari-mutuel or other similar system. The tax shall be an amount equal to four per cent of the total amount of all money

deposited in pari-mutuel pools or similar pools (including any pool, such as a daily double pool, even though tickets sold for such pool are not vended by a mechanical or electrical device nor the totals of such a pool computed and determined by a totalizator) plus fifty per cent of the breaks.

Section 3. The tax imposed by section 2 of this Act shall not apply to an association or corporation which operates a running or trotting horse race track which is not authorized by its charter to pay dividends (currently or in liquidation) to any of its stockholders, or to make any distribution of its profits to its members, and all the profits of such association or corporation, in excess of operating expenses and amounts expended or reasonably reserved for the repair, maintenance or improvement of the track, grounds and facilities at which it so operates, are used solely for, or are paid to any other association, corporation, institution, agency, foundation, society or other organization in the United States which is exempt from Federal income taxes, to be used by it or another such organization solely for scientific, educational or charitable purposes in such a manner that no part of such profits inure to the benefit of any stockholder or member of such organization nor to the benefit of any stockholder or member of the corporation or association which operates the track. But no association or corporation shall be entitled to the exemption granted in this section if any officer, employee, member or shareholder thereof shall receive or be entitled to receive, directly or indirectly, any pecuniary profit therefrom except reasonable compensation for necessary services actually rendered in the ordinary conduct of its business.

Section 4. (1) The Department of Revenue shall administer and enforce the provisions of and collect the tax and penalties imposed and other payments required by this Act, and in doing so it shall have the general powers and duties granted it in Chapter 131 and section 135.050 of the Kentucky Revised Statutes, including the power to enforce, by an action in the Franklin Circuit Court, the collection of the tax, penalties and other payments herein imposed or required.

(2) The department shall prescribe the time and manner in which the tax, penalties and other payments herein imposed or required shall be reported and paid.

(3) The department shall prescribe the forms and systems of accounting to be employed in recording the total amount of money deposited in or paid from any pari-mutuel or similar pool, and shall have the right, at all reasonable times, to examine all books, records, issuing or vending machines, adding machines and betting equipment kept or used by or for all persons, corporations and associations operating a track as described in section 1 of this Act.

Section 5. If any winning ticket in a pari-mutuel or similar pool is not presented for payment before April 1 of the calendar year following the calendar year in which it was purchased, whether purchased before or after the effective date of this Act, the amount held for the payment of such ticket shall be presumed abandoned and shall be reported and paid to the Department of Revenue. Thereafter, the rights of any person claiming an interest in such sum shall be determined in the manner prescribed in KRS 393.140 to 393.160 for the recovery of other property presumed to be abandoned, which has been surrendered to the State.

Section 6. Upon the failure of any person, corporation or association subject to the tax imposed by section 2, to report and to remit the tax within the time prescribed by the Department of Revenue, a penalty equal to twenty per cent of the amount of the tax due and delinquent, together with interest at six per cent per annum on both the original tax and the penalty shall be paid. In the event it is necessary to institute legal proceedings for the collection of the tax imposed by section 2, an additional penalty of twenty per cent shall be paid.

Section 7. Any person, corporation or association which retains or permits to be retained an amount of the deposits in a pari-mutuel or similar pool in excess of the amount permitted by section 1 of this Act shall pay to the Department of Revenue such excess or an amount equal thereto, plus a pen-

alty of twenty per cent of such amount, as a civil penalty for the violation of that section.

Section 8. Any person, corporation or association which intentionally refuses to report or pay money to the Department of Revenue as required by section 5 of this Act shall be subject to a fine of not less than one thousand dollars nor more than five thousand dollars.

Section 9. Any person, corporation or association which willfully retains or knowingly permits to be retained an amount of the deposits in a pari-mutuel or similar pool in excess of the amount prescribed by section 1 of this Act, shall be subject to a fine of not less than five thousand dollars nor more than twenty thousand dollars in addition to the civil penalty imposed by section 7 of this Act.

Section 10. In addition to all other penalties provided in this Act, when the pari-mutuel system of betting is operated at a track licensed under the provisions of KRS 137.170, said license may be suspended, revoked or renewal refused by the State Racing Commission upon the failure of the operator to comply with the provisions of this Act or the rules and regulations promulgated by the Department of Revenue pursuant thereto even though the pari-mutuel system of betting and the track are operated by different persons, corporations or associations.

Section 11. All monies paid to the Department of Revenue under the provisions of this Act shall be deposited with the State Treasurer and be credited to the General Expenditure Fund.

Section 12. Whereas the running and trotting horse seasons in this State will soon commence, and whereas a substantial loss of revenue to the state will result in the event that this Act does not become effective prior thereto.

Now Therefore an emergency is hereby declared to exist and this Act shall take effect from and after its passage and approval by the Governor.

Mr. Clyde S. Howard, of the Committee on Rules, offered the following amendment by way of substitute therefor to said

Committee amendment to said bill by way of substitute therefor, viz.:

An Act relating to pari-mutuel or similar systems of betting at running or trotting horse race tracks, and imposing an excise tax on persons, corporations and associations which operate tracks at which such systems are used, and amending and re-enacting Kentucky Revised Statutes Section 137.190.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. An excise tax is imposed on every person, corporation or association which operates a running or trotting horse race track at which betting is conducted through a pari-mutuel or other similar system. The tax shall be an amount equal to three per cent of the total amount of all money deposited in pari-mutuel pools or similar pools (including any pool, such as a daily double pool, even though tickets sold for such a pool are not vended by a mechanical or electrical device nor the totals of such a pool computed and determined by a totalizator).

Section 2. The tax imposed by section 1 of this Act shall not apply to an association or corporation which operates a running or trotting horse race track which is not authorized by its charter to pay dividends (currently or in liquidation) to any of its stockholders, or to make any distribution of its profits to its members, and all the profits of such association or corporation, in excess of operating expenses and amounts expended or reasonably reserved for the repair, maintenance or improvement of the track, grounds and facilities at which it so operates, are used solely for, or are paid to any other association, corporation, institution, agency, foundation, society or other organization in the United States which is exempt from Federal income taxes, to be used by it or another such organization solely for scientific, educational or charitable purposes in such a manner that no part of such profits inure to the benefit of any stockholder or member of such organization nor to the benefit of any stockholder or member of the corporation or association which operates the track.

But no association or corporation shall be entitled to the exemption granted in this section if any officer, employee, member or shareholder thereof shall receive or be entitled to receive, directly or indirectly, any pecuniary profit therefrom except reasonable compensation for necessary services actually rendered in the ordinary conduct of its business.

Section 3. The Department of Revenue shall enforce the provisions of and collect the tax and penalties imposed and other payments required by this Act, and in doing so it shall have the general powers and duties granted it in Chapter 131 and Section 135.050 of the Kentucky Revised Statutes, including the power to enforce, by an action in the Franklin Circuit Court, the collection of the tax, penalties and other payments herein imposed or required.

The remittance of the tax imposed by section 1 shall be made to the Department of Revenue the next business day following each day of racing, during each race meeting and accompanied by such reports as prescribed by said department. All such funds received by the Department of Revenue shall be paid into the State Treasury and shall be credited to the General Expenditure Fund.

The Supervisor of pari-mutuel betting appointed by the Kentucky State Racing Commission shall daily, during each race meeting, report to the Department of Revenue the total amount bet or handled the preceding day and the amount of tax due the State thereon, under the provisions of this Act.

The Supervisor of pari-mutuel betting appointed by the Kentucky State Racing Commission or his duly authorized representative shall, at all reasonable times, have access to all books, records, issuing or vending machines, adding machines and all other pari-mutuel equipment for the purpose of examining and checking the same and ascertaining whether or not the proper amount or amounts due the State are being or have been paid.

Every person, corporation or association required to pay the tax imposed by Section 1 shall keep its books and records so as to clearly show by a separate record the total amount of

money contributed to every pari-mutual pool, including daily double pools, if any.

Section 4. Upon the failure of any person, corporation or association subject to the tax imposed by section 1, to report and to remit the tax within the time prescribed by the Departmen of Revenue, a penalty equal to twenty per cent of the amount of the tax due and delinquent, together with interest at six per cent per annum on both the original tax and the penalty shall be paid. In the event it is necessary to institute legal proceedings for the collection of the tax imposed by section 1, an additional penalty of twenty per cent shall be paid.

Section 5. In addition to all other penalties provided in this Act, when the pari-mutuel system of betting is operated at a track licensed under the provisions of KRS 137.170, said license may be suspended, revoked or renewal refused by the State Racing Commission upon the failure of the operator to comply with the provisions of this Act or the rules and regulations promulgated by the Department of Revenue pursuant thereto even though the pari-mutuel system of betting and the track are operated by different persons, corporations or associations.

Section 6. All monies paid to the Department of Revenue under the provisions of this Act shall be deposited with the State Treasurer and be credited to the General Expenditure Fund.

Section 7. KRS 137.190 is hereby amended and reenacted to read as follows:

The license tax imposed by KRS 137.170, the admission tax imposed by KRS 138.480 and the State tax hereby imposed on pari-mutuel systems of betting shall be in lieu of all other license, excise, special or franchise taxes to the state or any county, city or other political subdivision. No county, city or other political subdivision may levy any license, income, excise, special or franchise tax on any such person or corporation engaged in the business of conducting a race track at which races are conducted for stakes, purses or prizes, or

on the operation or maintenance of any pari-mutuel machine or similar device, or on the money or amount of money handled by or through any pari-mutuel machine or similar device or on the sale of any merchandise during the conducting of races thereon by any such person or corporation.

Section 8. Whereas the running and trotting horse season in this State will soon start, and whereas a substantial loss of revenue will result in the event this Act does not become effective prior thereto,

Now Therefore an emergency is hereby declared to exist and this Act shall become effective from and after its passage and approval by the Governor.

Said amendment by way of substitute therefor to said Committee amendment by way of substitute therefor to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Fred Beshear	Robert Collins
Jason Alford	Isaac M. Blevins	Everett T. Cooper
Roy W. Arnold	Chas. J. Bronston	Horace T. Cull
Sidney Baer	Chas. W. Burnley	B. G. Davidson
Levi Baker	A. H. Calvert	Owen Deering
Bernhardt Bauer	Paul Carter	G. I. Drury
C. E. Baumgardner	George I. Cline	Kermit Dwyer

Otto W. Goff	C. D. Moberly	Dr. K. N. Salyer
N. M. Hamilton	Archie R. Moore	D. B. Saylor
James P. Hanratty	Davis Moore	LeRoy Saylor
Dennis Henderson	Walter Moorman	James J. Shannon
Carson Hibbitts	Fred H. Morgan	Paul E. Shannon
E. R. Hilton	E. C. Mullins	James S. Shaw
C. J. Holsclaw	Stanley Murphy	Jesse H. Shelton
Richard R. Houpt	T. A. Noe, Jr.	Harry Smith
Clyde S. Howard	Joe E. Nunn	John M. Spaulding
M. G. Howard	H. S. Overby	Chas. L. Spillman
R. N. Hubbard	H. C. Patterson	G. W. Steinford
Ira W. Hulette	H. M. Pewitt	Albert Thomason
Laban P. Jackson	J. H. Polsgrove	G. C. Thornton
Kerby Jennings	L. W. Preston	W. R. Tipton
Paul S. Jonas	E. F. Prichard	Wilford S. Travis
J. Ernest Jones	Hobart Rayburn	J. B. Veech
L. H. Jones	Ottis Roberts	W. J. Ward
Ercel Kozee	F. L. Robinson	John C. Watts
Harry K. Lowman	Lilburn S. Rogers	Lynn Boyd Wells
W. E. McClure	Amos Runyan	Rodney Whitlow
Ed Marcum	Glenn Rushing	Charles W. Wirsch
E. H. Martin	Mrs. Rutherford	—86

There voted in the negative—

Earl F. Ashcraft —1

Mr. Burnley offered the following amendment to the title of said bill, viz.:

Amend the title of House Bill No. 148, by adding at the end thereof the following: "This Act shall be known as the Cooper-Howard-Hilton Act."

Resolved that the title thereof be as amended.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

The Speaker vacated the Chair and designated Mr. Rayburn as Speaker Pro Tem.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 204. An Act relating to pawnbrokers.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. Sections 226.010 to 226.990, inclusive of the 1946 Edition of the Kentucky Revised Statutes are repealed, and in lieu thereof are enacted the following sections, to read and be numbered as follows:

226.010—Definition—Any person, firm, partnership, association or corporation, now or hereafter engaged in the business of lending money on deposit or pledges of personal property or other valuable thing, other than securities or printed evidences of indebtedness, or in the business of purchasing personal property, or choses in action, or other valuable things, and selling or agreeing to sell the same back to the seller at a price other than the original purchase price, is hereby declared and defined to be a pawnbroker within the meaning of this Act.

226.020—City License and City Bond—Every person to whom a City License is granted to carry on the business of a pawnbroker shall annually enter into a bond to the city, with good and sufficient surety, to be approved by the City Clerk or a similar City official, in the penal sum of One Thousand ($1,000.00) Dollars. The bond shall be conditioned that he will observe the provisions of this Act, and the ordinances and laws in force in the city issuing the license which are not inconsistent with any of the provisions hereof.

226.030—Statement of Pledgor—Every person engaging in the pawnbroking business shall give to each pledgor or

seller, a statement upon which shall be legibly written in ink, typewritten or printed, the name of the pawnbroker making such loan or purchase, the amount of the loan or purchase price, the date when the loan is made, or the goods sold. Such statement shall also contain a full and accurate description of the articles pledged or sold, including any identifying marks thereon.

226.040—Forms and Records to be Kept—Every pawnbroker shall keep and use a register of all loans and purchases of all articles pledged or sold to him. An entry shall be made in said register of each purchase or loan made, a description of the goods, articles or things deposited or sold, the date of the pledge or sale, and the amount of the money loaned thereon or paid therefor, and a short description of the pledgor or seller. Such book or register, at all times, shall be open to the inspection of the Chief of Police of the city in which the pawnbroker is engaged in business, or by a police officer designated by the Chief of Police. Upon reasonable demand of the Chief of Police or the officer designated by him, the pawnbroker shall produce and show the articles, things or goods listed and described in the register which are in his possession.

226.050 Daily Reports to Police Department—All pawnbrokers shall, before twelve o'clock (12:00) noon of every business day, report to the Chief of Police or the head of the Police Department, on forms to be furnished by said Police Department, a description of all articles received by him by pledge or sale on the business day immediately preceding, together with the number of the ticket issued therefor and the amount loaned, advanced, or paid therefor.

226.000—Charges—No pawnbroker shall charge, receive or demand an excess of five (5%) per cent per month interest on any loans, or any conditional sales, up to and including the sum of Twenty-five ($25.00) Dollars or in excess of three and one-half (3½) per cent per month on loans or any conditional sales above the sum of Twenty-five ($25.00) Dollars. In addition to the above rates of interest, the pawnbroker may make a total charge for the storage of pledged articles held as security for a loan, a sum not exceeding twenty-five (25c) cents

per month, or fraction thereof and for the storage of cumbersome articles such as furs, clothing, trunks, motorcycles, etc., held as security for a loan, a sum not exceeding fifty (50c) cents per month or fraction thereof, to be agreed upon in writing by the pawnbroker and the pledgor at the time the loan is made; in instances where the pawnbroker is to forward the pledged article by express or parcel post, he shall be allowed an additional charge of twenty-five (25c) cents to cover packing, etc. Said interest and charges shall be computed on unpaid balances, and shall not be compounded, except that the pawnbroker shall have the further right to charge and collect interest at the specified rate for a full month or months rather than for a fraction or portion thereof. In addition to the interest and charges herein provided, no further or other charge, or amount whatsoever for any examination, service, brokerage, commission or any other thing or otherwise, shall be procured or indirectly charged, contracted for, or received by any pawnbroker.

226.070—Redemption Procedure—If a pledgor or seller shall fail to redeem any goods, articles or things pledged or sold within four (4) months from the date of the loan or sale, unless such time shall be extended in writing; it shall be the duty of the pawnbroker to notify the pledgor or seller by registered mail, demanding a return receipt therefor, to the last place of address given by said pledgor or seller to the pawnbroker, that unless said pledge or property is redeemed within ten (10) days from the date said notice is mailed, specifying the time and place said sale will take place, it shall be sold at public or private sale, at the option of the pawnbroker and the proceeds applied to the payment of the indebtedness or amount advanced, with all interest and charges therefor. If the pledgor or seller fails to redeem or repurchase said property within the ten (10) day period specified in said notice, the pawnbroker shall proceed to offer said pledge or property at public or private sale to the highest bidder, on the date fixed in said notice, and said pawnbroker may become the purchaser, and from the proceeds of any such sale pay his or its claim including any expense of such sale; any balance shall be held and paid to such pledgor or seller, but if

he shall fail to call for and collect said balance within one (1) year from the date of said sale, as above provided, said balance of such proceeds shall become the absolute property of such pawnbroker.

The pledgor or seller at the time of the pledge or sale may agree with the pawnbroker upon the value of the goods, articles or things deposited and waive notice of a sale and agree in writing that upon a failure to redeem the pledge or articles, goods or things deposited or sold within four (4) months from the date of said pledge or sale title shall pass to the pawnbroker, the pledge, loan, debt, or sale price shall be treated as satisfied in full, without any further obligation or liability upon the part of the seller or pledgor and the articles, goods or things so deposited shall thereupon become the absolute property of the pawnbroker without any obligation to sell or dispose of the same or to account to the seller or pledgor of the proceeds of the value thereof.

226.080—When the Pawnbroker May Change or Alter the Property Deposited—No pawnbroker shall alter, change, smelt or deface any article, goods or things pledged with him or purchased by him until the expiration of forty-eight (48) hours after the delivery to the Chief of Police of the statement relating thereto as provided by Section 226.050 of this Act except by the permission of the Police Department.

226.090—Possession of United States Property to be Reported to Adjutant General—All pawnbrokers shall make a report on or before the fifteenth (15) day of each month for the preceding calendar month, to the Adjutant General of the Commonwealth of Kentucky on such forms as shall be furnished by the Adjutant General, setting forth by item or series number all property of the United States Government, including firearms, optical instruments, musical instruments and any other property whatsoever which may be in the possession of such pawnbroker and which is marked with the words, "Property of the United States Government", or any other language of like import or carries other identifying language which indicates that such property belongs to one of the military branches of the United States Government.

No pawnbroker shall sell or otherwise dispose of such property until after the expiration of at least ten (10) days from the mailing of said notice to the Adjutant General and should the Adjutant General require additional time in which to investigate the matter he shall give written notice to the pawnbroker directing him to retain possession of such articles for an additional twenty (20) days. If at the expiration of such time the Adjutant General has failed to take appropriate action to reclaim such property then the pawnbroker may deal with it in the same manner as other goods and articles. No pawnbroker shall permit redemption of any ostensible United States Government property until the expiration of the period herein specified.

226.100—Pawnbrokers Not to Purchase Articles From Minors or During the Night—No pawnbroker shall receive any pledge or purchase any articles or things from a minor without the written authorization of at least one of his parents, or from any person who is at the time intoxicated, or from any person who is known by him to be a thief or an associate of a thief, or a receiver of stolen property, or from any person whom he has reason to suspect or believe to be any of the foregoing. No pawnbroker shall receive, by way of pledge or pawn, any article or thing from any person between the hours of 8:00 P. M. and 7:00 A. M.

Any pawnbroker who shall violate any of the provisions of this Act shall be chargeable with a misdemeanor and, upon conviction, shall be subject to a fine in a sum not to exceed $100.00.

Mr. Burnley moved the Previous Question.

Whereupon, the Speaker Pro Tem announced, "Shall the Main Question be now put?"

Which was decided in the negative.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provision of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Chas. W. Burnley E. F. Prichard Chas. L. Spillman —3

Those who voted in the negative were—

Jason Alford	Ira W. Hulette	Lilburn S. Rogers
Roy W. Arnold	Laban P. Jackson	Amos Runyan
Earl F. Ashcraft	Kerby Jennings	Glenn Rushing
Levi Baker	Paul S. Jonas	Mrs. Rutherford
Fred Beshear	J. Ernest Jones	Dr. K. N. Salyer
Isaac M. Blevins	Ercel Kozee	D. B. Saylor
Chas. J. Bronston	Harry K. Lowman	LeRoy Saylor
Paul Carter	W. E. McClure	James J. Shannon
Robert Collins	Ed Marcum	Paul E. Shannon
Everett T. Cooper	C. D. Moberly	James S. Shaw
Horace T. Cull	Archie R. Moore	Jesse H. Shelton
B. G. Davidson	Walter Moorman	Harry Smith
Owen Deering	E. C. Mullins	John M. Spaulding
G. I. Drury	Stanley Murphy	G. W. Steinford
Kermit Dwyer	T. A. Noe, Jr.	Albert Thomason
Otto W. Goff	Joe E. Nunn	G. C. Thornton
N. M. Hamilton	H. S. Overby	Wilford S. Travis
James P. Hanratty	H. C. Patterson	W. J. Ward
Carson Hibbitts	H. M. Pewitt	Lawrence Watts
E. R. Hilton	J. H. Polsgrove	Morris Weintraub
Clyde S. Howard	L. W. Preston	Lynn Boyd Wells
M. G. Howard	Ottis Roberts	Rodney Whitlow
R. N. Hubbard	F. L. Robinson	Charles W. Wirsch

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And so said bill was rejected.

Mr. Weintraub moved that the vote by which said bill was rejected be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Wells moved that the rules be suspended and the privilege of the floor extended to Messrs. J. C. Nickell and Charles Dixon.

Said motion was unanimously agreed to.

Mr. Moberly moved that the rules be suspended and the privilege of the floor extended to Messrs. John Bowling and Lilburn Goode.

Said motion was unanimously agreed to.

Mr. Nunn moved that the rules be suspended and the privilege of the floor extended to the Honorable W. L. Lusk, Mayor of Princeton, Ky.

Said motion was unanimously agreed to.

Mr. Deering moved that the rules be suspended and the privilege of the floor extended to Dr. and Mrs. England, of Campbellsville, Ky.

Said motion was unanimously agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 222. An Act relating to transportation of school children.

With Committee amendment thereto.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 158.110 of the Kentucky Revised Statutes is amended to read as follows:

Boards of education shall furnish transportation from their general funds or otherwise for pupils of elementary grade who do not reside within reasonable walking distance of the school provided for them, and any board of education may provide transportation from its general funds or otherwise for any pupil of any grade who does not live within a reasonable walking distance from the school provided for him. The boards of education shall adopt such rules and regulations as will insure the comfort, health and safety of the children who are transported, consistent with the rules and regulations of the State Board of Education dealing with the transportation of pupils. No transportation schedule shall be permitted, whether the transportation facilities are owned and operated by the school district or provided for on a contractual basis, which would require any pupil to board the transportation facility before 7:30 a. m., local prevailing time, or would deposit any pupil at his unloading station later than 4:00 p. m., local prevailing time, immediate emergencies excepted.

Said Committee amendment to said bill is as follows, viz.:

Amend printed copy of H. B. No. 222, on page 2, line 17, by striking therefrom the figures "4:00" and inserting in lieu thereof the figures "4:30."

Said Committee amendment to said bill was agreed to.

Mr. Preston offered the following amendment to said bill, viz.:

Amend printed copy of H. B. No. 222, on page 2, at the end of line 18, by adding the following: "The effective date of of this bill shall be July 1, 1949."

Said amendment to said bill was agreed to.

Mr. Clyde S. Howard offered the following amendment to said bill, viz.:

Amend printed copy of H. B. No. 222, on page 2, section 1, line 16, strike the figures "7:30" and substitute in lieu the figures "7:00".

Said amendment to said bill was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Earl F. Ashcraft	Clyde S. Howard	F. L. Robinson
Sidney Baer	M. G. Howard	Lilburn S. Rogers
Levi Baker	R. N. Hubbard	Glenn Rushing
Bernhardt Bauer	Ira W. Hulette	LeRoy Saylor
C. E. Baumgardner	Kerby Jennings	Paul E. Shannon
Fred Beshear	Paul S. Jonas	Harry Smith
Isaac M. Blevins	L. H. Jones	John M. Spaulding
A. H. Calvert	Harry K. Lowman	Chas. L. Spillman
George I. Cline	E. H. Martin	Albert Thomason
Robert Collins	Archie R. Moore	Wilford S. Travis
Everett T. Cooper	Walter Moorman	W. J. Ward
G. I. Drury	E. C. Mullins	John C. Watts
Otto W. Goff	Stanley Murphy	Lawrence Watts
N. M. Hamilton	T. A. Noe, Jr.	Morris Weintraub
James P. Hanratty	J. H. Polsgrove	Rodney Whitlow
Carson Hibbitts	L. W. Preston	Charles W. Wirsch
C. J. Holsclaw	Hobart Rayburn	—50

Those who voted in the negative were—

Horace T. Cull	H. C. Patterson	Amos Runyan
Joe E. Nunn	Ottis Roberts	Mrs. Rutherford
H. S. Overby		—7

Resolved that the title thereof be as aforesaid.

Mr. Jennings moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

SENATE MESSAGE

A message was received from the Senate announcing that they had receded from Amendment No. 5 as proposed and adopted by the Senate to a bill which originated in the House entitled:

H. B. No. 54. An Act relating to the classification of cities, amending Section 81.010 of the Kentucky Revised Statutes, and declaring an emergency to exist.

(For bill see H. J. of February 9, 1948.)

And had passed said bill

With the following additional amendments to said bill as proposed and adopted by the Senate, viz.:

Amendment No. 7. Amend House Bill 54, page 4, after line 74, by adding a new line "74½" and the following words "Dawson Springs, Hopkins County".

Amendment No. 8. Amend House Bill 54, page 4, line 92, by removing the following words "Dawson Springs, Hopkins County."

Said Amendments Nos. 7 and 8 to said bill as proposed and adopted by the Senate were agreed to.

Said bill was then passed as amended.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Kerby Jennings	Amos Runyan
Sidney Baer	Paul S. Jonas	Glenn Rushing
Levi Baker	J. Ernest Jones	Mrs. Rutherford
Bernhardt Bauer	Ercel Kozee	D. B. Saylor
C. E. Baumgardner	Harry K. Lowman	LeRoy Saylor
Fred Beshear	W. E. McClure	James J. Shannon
Chas. W. Burnley	Ed Marcum	Paul E. Shannon
A. H. Calvert	E. H. Martin	Harry Smith
George I. Cline	Walter Moorman	John M. Spaulding
Robert Collins	Fred H. Morgan	Chas. L. Spillman
Everett T. Cooper	E. C. Mullins	G. W. Steinford
Perry M. Cross	Stanley Murphy	Albert Thomason
Owen Deering	T. A. Noe, Jr.	G. C. Thornton
G. I. Drury	Joe E. Nunn	Wilford S. Travis
N. M. Hamilton	J. H. Polsgrove	J. B. Veech
Carson Hibbitts	L. W. Preston	W. J. Ward
C. J. Holsclaw	E. F. Prichard	John C. Watts
Clyde S. Howard	Hobart Rayburn	Lawrence Watts
M. G. Howard	Ottis Roberts	Rodney Whitlow
Ira W. Hulette	F. L. Robinson	Charles W. Wirsch

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Mr. Burnley moved that the vote by which said bill was passed as amended be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Ordered that said bill be delivered to the Enrolling Clerk of this House.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 183. An Act repealing, amending and re-enacting Section 278.500 Kentucky Revised Statutes, authorizing condemnation of lands and rights in land and material for the use of oil and gas pipe lines, and for recognized underground gas storage fields prescribing the

mode of condemning lands, or rights in land and materials for such use.

With a Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 278.500, Kentucky Revised Statutes is hereby repealed, amended and reenacted, so that when reenacted said section shall read as follows:

Any company organized for the purpose of constructing, maintaining or operating oil or gas wells or pipe lines for transporting or delivering oil or gas may, if it is uanble to contract or agree with the owner, condemn the lands or rights in lands and material or the use and occupation of the lands that are necessary for constructing, maintaining and operating its pipe lines, recognized underground gas storage fields, and all necessary machinery, pumping stations, appliances and fixtures, including tanks and telephone and telegraph lines, for use in connection therewith, and the necessary rights of ingress and egress to examine, maintain and operate such recognized underground gas storage fields, and to examine, alter, repair, maintain, operate or remove such pipe lines. The proceedings for condemnation shall be provided in KRS 416.010 to 416.080.

Said committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to the condemnation of lands and rights in land and material for the use of oil and gas pipe lines, and for recognized underground gas storage fields; prescribing the mode of condemning lands, or rights in land and material for such use; repealing Section 278.500 of the Kentucky Revised Statutes.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Any company organized for the purpose of constructing, maintaining or operating oil or gas wells or pipe lines for transporting or delivering oil or gas may, if it is unable to contract or agree with the owner, condemn the lands or rights in land and material or the use and occupation of the lands that are necessary for constructing, maintaining and operating its pipe lines, recognized underground gas storage fields, and all necessary machinery, pumping stations, appliances and fixtures, including tanks and telephone and telegraph lines, for use in connection therewith, and the necessary rights of ingress and egress to examine, maintain and operate such recognized underground gas storage fields, and to examine, alter, repair, maintain, operate or remove such pipe lines. The proceedings for condemnation shall be as provided in KRS 416.010 to 416.080.

§ 2. Section 278.500 of the Kentucky Revised Statutes is hereby repealed.

Said Committee amendment to said bill by way to substitute therefor was agreed to.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Chas. J. Bronston	Kermit Dwyer
Jason Alford	Chas. W. Burnley	N. M. Hamilton
Earl F. Ashcraft	A. H. Calvert	James P. Hanratty
Sidney Baer	George I. Cline	Carson Hibbitts
Levi Baker	Robert Collins	E. R. Hilton
C. E. Baumgardner	B. G. Davidson	C. J. Holsclaw
Fred Beshear	Owen Deering	Richard R. Houpt
Isaac M. Blevins	G. I. Drury	Clyde S. Howard

M. G. Howard	T. A. Noe, Jr.	Paul E. Shannon
R. N. Hubbard	Joe E. Nunn	James S. Shaw
Ira W. Hulette	H. C. Patterson	Harry Smith
Laban P. Jackson	H. M. Pewitt	John M. Spaulding
Kerby Jennings	J. H. Polsgrove	Chas. L. Spillman
Paul S. Jonas	L. W. Preston	G. W. Steinford
J. Ernest Jones	E. F. Prichard	Albert Thomason
L. H. Jones	Hobart Rayburn	G. C. Thornton
Harry K. Lowman	Ottis Roberts	W. J. Ward
W. E. McClure	Lilburn S. Rogers	John C. Watts
Ed Marcum	Amos Runyan	Lawrence Watts
C. D. Moberly	Dr. K. N. Salyer	Morris Weintraub
Davis Moore	D. B. Saylor	Rodney Whitlow
Walter Moorman	James J. Shannon	Charles W. Wirsch
E. C. Mullins		—67

Resolved that the title thereof be as amended.

Mr. Lowman moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 386. An Act relating to zoning and planning in cities of the first class and in counties containing such a city, with particular relation to nonconforming uses.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Section 100.068 of the Kentucky Revised Statutes is amended to read as follows:

The lawful use of land for trade, industry or residence, existing at the time of adoption of any zoning regulation or

restriction, or at the time of the adjustment or revision thereof, or amendment thereto, although such use does not conform to the provisions of such new regulations or restrictions, may be continued.

§ 2. Section 100.069 of the Kentucky Revised Statutes is amended to read as follows:

The use of a building or structure existing at the time of the adoption of any zoning regulation or restriction, or at the time of any adjustment or revision thereof or amendment thereto, although such use does not conform to the provisions of such new regulations or restrictions, may be continued, and a nonconforming use of a building or structure may be changed to another nonconforming use of the same or more restricted classification.

§ 3. Section 100.071 of the Kentucky Revised Statutes is repealed.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Everett T. Cooper	M. G. Howard
Earl F. Ashcraft	Owen Deering	Ira W. Hulette
Sidney Baer	G. I. Drury	Laban P. Jackson
Levi Baker	Kermit Dwyer	Paul S. Jonas
Bernhardt Bauer	Otto W. Goff	J. Ernest Jones
C. E. Baumgardner	N. M. Hamilton	L. H. Jones
Fred Beshear	Carson Hibbitts	Ercel Kozee
Isaac M. Blevins	E. R. Hilton	W. E. McClure
Chas. W. Burnley	C. J. Holsclaw	Ed Marcum
A. H. Calvert	Richard R. Houpt	E. H. Martin
George I. Cline	Clyde S. Howard	C. D. Moberly

Davis Moore	Ottis Roberts	James S. Shaw
Walter Moorman	F. L. Robinson	Harry Smith
E. C. Mullins	Amos Runyan	Chas. L. Spillman
Stanley Murphy	Glenn Rushing	Albert Thomason
T. A. Noe, Jr.	Mrs. Rutherford	G. C. Thornton
Joe E. Nunn	Dr. K. N. Salyer	John C. Watts
H. S. Overby	D. B. Saylor	Lawrence Watts
H. M. Pewitt	LeRoy Saylor	Rodney Whitlow
E. F. Prichard	James J. Shannon	Charles W. Wirsch
Hobart Rayburn	Paul E. Shannon	—62

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

S. B. No. 98. An Act amending KRS 215.320, relating to state aid for acquisition and operation of district tuberculosis sanatoria.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 215.320 of the Kentucky Revised Statutes is amended to read as follows:

(1) Subject to the provisions of subsection (3) of this section, every tuberculosis sanatorium district within the provisions of KRS 215.080 to 215.350, and every tuberculosis sanatorium district established under the provisions of Chapter 111 of the Acts of 1912 or Chapter 65 of the Acts of 1918, and amendments thereof, shall be entitled to receive from funds appropriated for that purpose:

(a) Semiannually, on the first day of January and July of each year, a sum equal to ten percent of the amount actually paid and expended by the district during the preceding six months in acquiring, constructing the equipping a sanatorium for the care and treatment of tuberculosis patients and in making improvements, betterments and additions thereto.

(b) Quarterly, on the first day of January, April, July and October of each year, two dollars per day for each free tuberculosis patient treated and cared for in the sanatorium during the three calendar months next preceding those dates.

(2) Upon the district complying with the provisions of KRS 215.080 to 215.350, the Department of Finance shall draw its warrant upon the State Treasurer in favor of the district board of trustees for such sum.

(3) The aid rendered by the state under the provisions of this section shall not in the aggregate exceed one hundred thousand dollars per year for each sanatorium.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	George I. Cline	E. R. Hilton
Jason Alford	Horace T. Cull	C. J. Holsclaw
Earl F. Ashcraft	B. G. Davidson	Richard R. Houpt
Sidney Baer	Owen Deering	R. N. Hubbard
Levi Baker	G. I. Drury	Ira W. Hulette
C. E. Baumgardner	Kermit Dwyer	Kerby Jennings
Fred Beshear	Otto W. Goff	Paul S. Jonas
Isaac M. Blevins	N. M. Hamilton	J. Ernest Jones
Chas. J. Bronston	James P. Hanratty	L. H. Jones
A. H. Calvert	Carson Hibbitts	Ercel Kozee

Harry K. Lowman	H. M. Pewitt	Paul E. Shannon
W. E. McClure	L. W. Preston	James S. Shaw
Ed Marcum	E. F. Prichard	Harry Smith
E. H. Martin	Hobart Rayburn	Chas. L. Spillman
C. D. Moberly	Ottis Roberts	G. W. Steinford
Davis Moore	F. L. Robinson	Albert Thomason
Walter Moorman	Amos Runyan	G. C. Thornton
E. C. Mullins	Glenn Rushing	J. B. Veech
Stanley Murphy	Mrs. Rutherford	W. J. Ward
T. A. Noe, Jr.	Dr. K. N. Salyer	John C. Watts
Joe E. Nunn	D. B. Saylor	Lawrence Watts
H. S. Overby	LeRoy Saylor	Rodney Whitlow
H. C. Patterson	James J. Shannon	Charles W. Wirsch

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Resolved, that the title thereof be as aforesaid.

Mr. Steinford moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

Mr. Weintraub moved that the rules be suspended for the purpose of allowing a Report of Special Committee.

Said motion was agreed to by a majority of the members elected.

Thereupon, Mr. Weintraub of the Special Committee appointed to hear the charges contained in a petition filed by M. C. Brown and others for removal from office by address of Sam M. Ward, Judge of the Thirty-Third Judicial District of Kentucky, offered the following report, viz.:

REPORT OF INVESTIGATING COMMITTEE TO THE HOUSE OF REPRESENTATIVES IN THE MATTER OF THE PETITION FOR REMOVAL FROM OFFICE BY ADDRESS OF SAM M. WARD, JUDGE, 33rd JUDICIAL DISTRICT OF KENTUCKY, COMPOSED OF PERRY & LESLIE COUNTIES.

Your committee, appointed to hear the charges contained in a petition filed by Rev. Wm. C. Brown; Rev. W. F. Bad-

gett; Mrs. Glenna Pritchard; S. M. Richie, M. D.; George S. Roach; Rev. Thomas B. Hale; P. L. Johnson and Jasper Hurt, for removal from office by address of Sam M. Ward, Judge, 33rd Judicial District of Kentucky, composed of Perry and Leslie Counties, respectfully reports to this House of Representatives that, pursuant to its appointment and the authority granted and possessed by it under the Constitution of Kentucky, under the Kentucky Revised Statutes, in such cases made and provided, and under the Resolution passed by this House of Representatives, it met and organized for the purpose of hearing said charges and all evidence and argument proper and legal in connection therewith.

Your committee further respectfully reports to this House that by agreement of counsel for the petitioners and for the respondent that a public hearing was set to commence 10 a. m. Tuesday, March 9, 1948. At that time the Committee met, with all members present, and the hearing commenced. Said hearing was duly continued from time to time until fully completed. The petitioners and respondent were respectively advised that each had the full and complete processes of the Committee in the bringing of witnesses before the committee and that this Committee did use the processes of the law to compel the attendance of witnesses. The petitioners and respondent were given full and ample opportunity, and did present all the evidence and testimony which they deemed necessary and proper for their respective causes. The members of your Committee also interrogated the witnesses. The petitioners and the respondent, through counsel, then rested their respective cases and announced they had no further evidence to present to your Committee.

Your Committee further reports that it thereupon closed the public hearing and the matter was taken under submission by your Committee, which later met in closed session to fully deliberate and discuss the evidence and case.

Your Committee further respectfully reports that, realizing the gravity of the charges, and its effect not only upon the respondent, Judge Sam M. Ward, but upon each of the petitioners, and to the Judicial system of Kentucky, it gave its most serious thought and consideration to all of the testimony

and evidence presented, and to the argument of counsel; that in arriving at its conclusion and report it is not unmindful of the position of these petitioners, who have lent their efforts in an undertaking to bring about the corrections of conditions which they, in their own minds, believe exist within the confines of the 33rd Judicial District of the Commonwealth of Kentucky, because of the actions and conduct of the respondent. Your Committee recognizes the legal right of these petitioners in this undertaking.

Your Committee, however, is of the opinion, that notwithstanding the high and lofty aims, ideals and purposes which may have motivated these petitioners to resort to this procedure, which under our Constitution and laws they had a legal right to do, this Committee would be in violation of its oath of office, and grossly neglectful of its duties and its responsibility to the petitioners and the respondent were it to assume to rule or make a report which, in its opinion, would be contrary to the weight of the evidence, the law of the case, and in violation of the constitutional and legal rights of the respondent. To act in such an arbitrary and capricious manner would be furthering a condition which petitioners claim exist and which they ask us to stop. To so hold would mean government by men and not by laws, and would only be a means which in the end would itself destroy the end these petitioners seek to accomplish.

Without therefore ruling or commenting upon the motives which underlie or motivate these petitioners or brought about or initiated this proceeding, your Committee respectfully reports that after full, careful and complete consideration of the petition, all of the evidence presented to it, and the argument of counsel, it is of the opinion that the evidence presented to it, under oath of witnesses, was not that degree of evidence demanded under known and recognized rules of evidence and was insufficient in law to sustain the allegation and prayer of the petitioners for this Committee to find and be able to say that the respondent, Sam M. Ward, was guilty of such personal misconduct or in any way, manner or means guilty of any official misconduct, disregard for duty and requirements of law, or any of them, during his present term of

office, or that there was shown that "reasonable cause" or any "neglect of duty" so as to order him to be removed from the office of Judge of the 33rd Judicial District of the Commonwealth of Kentucky upon the address of this House of Representatives, in accordance with our Constitution and laws.

Your Committee therefore respectfully reports and recommends that the prayer of the petition filed by the petitioners not be granted by this House of Representatives; that if the report of this Committee is not overruled by this House of Representatives that the petitioners be liable to the witnesses and to the accused for the costs of investigation before the Committee, and such other costs as may have been legally incurred, all of which shall be taxed by the Clerk of this House of Representatives in accordance with KRS 63.070.

All of which is respectfully submitted as the full report of this Committee, which now asks that this be spread over the Journal of this House and that having fully discharged its duties it now asks to be discharged as such Committee.

Morris Weintraub, Chairman of Committee duly appointed to hear the Petition for removal from office by address of Sam M. Ward, Judge, 33rd Judicial District of Kentucky by order, authority and direction of the Committee.

Mr. Prichard moved that the House do now adopt said report.

The yeas and nays being taken on the adoption of said report in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Levi Baker	Chas. J. Bronston
Jason Alford	C. E. Baumgardner	Chas. W. Burnley
Earl F. Ashcraft	Fred Beshear	A. H. Calvert
Sidney Baer	Isaac M. Blevins	Paul Carter

George I. Cline
Robert Collins
Everett T. Cooper
Perry M. Cross
Horace T. Cull
B. G. Davidson
Owen Deering
G. I. Drury
Kermit Dwyer
Otto W. Goff
N. M. Hamilton
James P. Hanratty
Carson Hibbitts
C. J. Holsclaw
Richard R. Houpt
Clyde S. Howard
M. G. Howard
R. N. Hubbard
Ira W. Hulette
Laban P. Jackson
Kerby Jennings
Paul S. Jonas
J. Ernest Jones
L. H. Jones
Harry K. Lowman
W. E. McClure
Ed Marcum
E. H. Martin
C. D. Moberly
Davis Moore
Walter Moorman
Fred H. Morgan
E. C. Mullins
Stanley Murphy
T. A. Noe, Jr.
Joe E. Nunn
H. S. Overby
H. C. Patterson
H. M. Pewitt
J. H. Polsgrove
L. W. Preston
E. F. Prichard
Hobart Rayburn
Ottis Roberts
F. L. Robinson
Lilburn S. Rogers
Amos Runyan
Glenn Rushing
D. B. Saylor
LeRoy Saylor
James J. Shannon
Paul E. Shannon
James S. Shaw
Harry Smith
John M. Spaulding
Chas. L. Spillman
G. W. Steinford
Albert Thomason
G. C. Thornton
Wilford S. Travis
J. B. Veech
W. J. Ward
John C. Watts
Lawrence Watts
Morris Weintraub
Rodney Whitlow
Charles W. Wirsch
—79

And so said motion to adopt the report was agreed to.

Said report was adopted.

Mr. Davis Moore moved that the committee be now discharged.

Said motion was agreed to.

Mr. John C. Watts moved that the rules be suspended for the purpose of introducing bills.

Said motion was agreed to by a majority of the members elected.

Thereupon, bills of the following titles were introduced, viz.:

By Mr. John C. Watts.

H. B. No.481. An Act to create, maintain and operate a State Retirement system for employees, making necessary appropriations for same and providing penalties for violations of the provisions of this Act.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. Definitions. As used in this act, the following words and phrases, unless a different meaning is plainly required by the context, shall have the following meaning:

(a) "Retirement System" means the "Kentucky Retirement System", created by this Act.

(b) "Board" means "The Kentucky Retirement Board", as provided in this Act.

(c) "State" means the Commonwealth of Kentucky.

(d) "Medical Panel" means the "Panel of Physicians" provided for in this Act.

(e) "Employee" means any person who is or was regularly employed on a salary or wage basis in the service of, and whose compensation is or was payable, in whole or in part, by a Department of the State, but does not include any person performing services on an independent contractual, fixed fee, temporary or percentage basis. Wherever the masculine pronoun is used it shall also mean feminine.

(f) "Employer" means the Commonwealth of Kentucky.

(g) "Member" means any person included in the membership of the Retirement System.

(h) "Current Service" means service as an employee after the date of establishment of the Retirement System.

(i) "Prior Service" means service as an employee prior to the date of establishment of the Retirement System. Provided further, that the period of time any employee was out of active service by reason of active duty in the armed forces of the United States during a national emergency or by reason of being transferred to employment with the Federal Govern-

ment during a national emergency shall, for the purpose of this Act, be considered as service, if such employee returns to the employment of a Department within two years after his discharge by the armed forces or release by the Federal Government.

(j) "Service" means service as an employee without regard to the date of such service.

(k) "Beneficiary" means any person entitled to receive a retirement allowance or any benefit provided by this Act.

(l) "Employee's Accumulated Contributions" means the sum of all amounts deducted from the salary of, or paid by a member, and credited to his account, together with regular interest on such amounts.

(m) "Average Compensation" means the average annual earned compensation of a member during the last five consecutive years of service unless the employee requests the Board to use a consecutive five-year period of his selection.

(n) "Retirement Allowance means the payments made under this Act to retired or disabled members.

(o) "Department" means a Department or other agency of the Commonwealth of Kentucky that accepts the provisions of this Act for the benefits of its employees.

(p) "Classified Service" shall include all the employment subject to the terms of the Merit Personnel System Law.

Section 2. System Established. There is hereby created and established, as of October 1, 1948, a Kentucky Retirement System. Any agencies (i.e., departments, institutions, or independent agencies) of the Commonwealth which elect to have the benefits of the Retirement System, shall be ligible to participate on January 1, 1949. Any other State agencies (i.e., departments, institutions, or independent agencies) of the Commonwealth which at some later date elect to have the benefit of the Retirement System shall be eligible to participate by filing a written request with the Board. The individual employee of a Department shall become a member as provided in Section 6 of this Act.

Section 3. Board.

(a) Said Retirement System shall be administered by a Board to be known as the "Kentucky Retirement Board", which shall organize and begin to function at Frankfort on October 1, 1948, and shall meet as often thereafter in Frankfort as may be determined by the Board. Said Board shall consist of the State Commissioner of Finance, ex officio, and eight other persons. The members of the Board other than the Commissioner of Finance shall be appointed in the first instance by the Governor, all members to be State employees and to serve two for one, two for two, two for three, and two for four years terms respectively. Not more than two members shall be employees of any one Department. The members shall thereafter elect from their own number the members of said Board, each Board member to be elected for a four year term by a majority of the members voting in elections to be held according to a plan prescribed by the said Board. The Board, as an arm of the Commonwealth, shall hold all securities (deposited as hereinafter provided) and it shall begin to function as hereinafter provided. All vacancies on said Board shall be filled by appointment for unexpired terms by the Governor.

(b) Members of the Board shall receive no salaries as such, but shall be reimbursed for the actual expenses incurred by them in the performance of their duties.

(c) The Board shall elect its Chairman and Vice Chairman; shall appoint an Executive Secretary, who shall be the secretary and administrative officer of the Board; shall appoint such other employees as it deems necessary and fix the compensation of all employees; shall require all employees handling money or securities to execute bonds for the faithful performance of their duties, paying the cost of such bonds from the expense fund under control of said Board; shall establish a system of accounting, and shall do all things, take all actions and make all rules and regulations, not inconsistent with the provisions of this Act, that it deems necessary or proper in order to carry out the provisions of this Act.

(d) As of June 30 (the end of each fiscal year), the Board shall prepare and publish, in pamphlet form, a financial

report to the Governor which shall include a balance sheet and an operating statement. All of its proceedings and records shall be open for inspection by the public.

Section 4. Actuarial Evaluation. As soon as practicable, after its organization, the Board shall cause an investigation to be made of the mortality, service, and salary experience of members on the basis of which it shall adopt such mortality and service tables as are necessary for the administration and continuance of the Retirement System. This investigation shall be based on the assumption that the employer and employee contributions for current service shall be equal. On the basis of such tables the Board shall prescribe the rates of contributions and benefits payable pursuant to the provisions of this Act.

At least once in each five year period, after the establishment of the Retirement System, the Board shall cause an actuarial investigation to be made of the mortality, service, and salary experience of the members of the Retirement System and an evaluation of the funds under its control. Pursuant to such investigation and evaluation, the Board shall, from time to time, revise the mortality and service tables and the rates of contributions prescribed thereto.

Section 5. Medical Panel.

(a) The Board shall appoint a Medical Panel of three physicians not eligible to participate in the Retirement System. The initial terms of the first three physicians appointed shall be two, three and four years respectively, as designated by the Board, and thereafter each such physician shall be appointed for a term of four years, except that appointment to fill a vacancy shall be for the unexpired term. The Board may remove any member of the Medical Panel at its pleasure. The members of the Medical Panel shall receive such compensation as may be fixed by the Board.

(b) If required by the Board, the Medical Panel shall pass upon all medical examinations, shall investigate all health and medical statements and certificates by or on behalf of a member in connection with disability retirement, and shall re-

port in writing its conclusion and recommendations upon all matters referred to it.

Section 6. Membership.

(a) The following Department employees of the Classified Service shall be eligible for membership in the Retirement System: 1. All persons who become employees or who reenter service after the date of establishment of the Retirement System. 2. All persons who are employees on the date of establishment of the Retirement System. 3. All persons in the armed forces of the United States who return to the employment of a Department. 4. Employees of the Retirement System staff.

(b) Any person with or without prior service who becomes an employee after the establishment of the Retirement System and is eligible for membership by being in the Classified Service shall become a member of the Retirement System. This is a condition of his reemployment.

(c) Any person who is an employee in the Classified Service of a Department and who has had prior service upon the date of the establishment of the Retirement System and any person having prior service on leave from the service of a Department, may, within thirty days next succeeding such establishment or the termination of such leave as the case may be, file with the Board on forms prescribed by it, a notice of his election not to be included in the membership of the Retirement System. In such cases the Board shall exclude him from membership. Any employee so excluded, however, may thereafter become a member by making application to the Board, but no such employee shall receive any prior service credit.

(d) Notwithstanding the provisions of subsections (a) and (c) of this section, if necessary, in order to comply with Federal standards for the receipt of administrative grants, all the employees of a participating Department receiving such grants shall become members of the Retirement System upon the certification by the head of such Department to the Board that such is required for the continued receipt of such Federal grants.

(e) The membership of an employee in the Retirement System shall cease upon the withdrawal by the member of his accumulative contributions, or upon retirement, or upon death. The membership of an employee in the Retirement System also shall terminate if for a continuous period of five years he ceases to be a Department employee, unless, upon request by the employee and approval by the Board, his membership shall be continued another five years.

(f) As used above in paragraph (a), (b), and (c) of this section, "the date of establishment of the Retirement System" shall mean the date upon which a member first becomes eligible to participate in such system.

(g) Any person who is not in the Classified Service may not be a member of the Retirement System except as provided to the contrary in subsection (d) of this section.

Section 7. Certain Statements to be Filed.

(a) Under rules and regulations adopted by the Board, each employee upon becoming a member, or someone on his behalf, shall file with the Board, in such form as the Board may prescribe, a statement of all prior service rendered and claimed, and such other information as the Board may require. Until such statement is filed no member, or his beneficiary, shall be eligible to receive any benefits under this Act.

(b) Subject to the above restrictions and to such other rules and regulations as may be prescribed by the Board, the Board shall ascertain, as soon as practible after said statement is filed, the amount of prior service, if any, to which each member is entitled and shall issue to such member a prior service certificate certifying the length of service rendered by him. Any period or periods during which any such member has been on leave from service without compensation shall not be counted in his prior service credit.

(c) When membership ceases, a prior service certificate shall become void. Should the employee again become a member, such employee shall enter the service as an employee not entitled to prior service credit.

Section 8. Duties of Department Head. Each head of a Department shall make a thorough study of his Department,

and by October 1, 1948, shall certify to the Board a complete record of each and every employee in the Department, showing the full name, address, date of birth, sex, occupation or rating, salary, date employed and reemployed, and all other information required by the Board relative to all employees who may be entitled to a prior service certificate. The Board may require additional information from time to time.

Upon employment of any person to whom this Act shall apply, the appointing authority shall inform him of his duties and obligations in connection with the Retirement System as a condition of employment. Every employee accepting employment after October 1, 1948, shall be deemed to consent and agree to any deductions from his compensation required by this Act and to all other provisions thereof.

Section 9. Employee Contributions; Pay Roll Deductions.

(a) The retirement fund shall be a fund to which shall be credited all contributions made by members under the provisions of this Section and from which shall be paid all the benefits provided for in this Act.

(b) Upon the basis of such tables as may be adopted, in accordance with Section 4 of this Act, the Board shall determine the proportion or percentage of the compensation for current service of all members required as the employee's contribution toward his retirement allowance. No deduction shall be made from employee's compensation for "prior service". From January 1, 1949, until July 1, 1950, the rate of such contribution shall be five per centum of each member's compensation.

(c) The Board shall certify to the Commissioner of Finance and Department in case of all Department employees paid by warrants on the State Treasurer, the proportion or per centum to be deducted from the compensation of each member, and the Commissioner of Finance or Department, as the case may be, shall cause to be deducted from the salary of each member on each and every pay roll for each and every pay roll period the proportion of the member's compensation so certified. All sums so deducted shall be deposited with the

State Treasurer, in the manner prescribed by law, to the credit of the retirement fund.

(d) Each deduction provided for in this Section shall be credited, together with regular interest thereon, to the individual account of the member from whose compensation the deduction was made. The total of all amounts deducted with interest shall be known as such member's "Employee's Accumulated Contributions."

(e) In determining the amount earned by a member in a pay roll period, the Board may consider the rate of compensation payable to sucth member on the first day of the pay roll period as continuing throughout such pay roll period, or it may omit deduction from compensation for any period less than a full pay roll period if an employee was not a member on the first day of the pay roll period; and, to facilitate the making of deductions, it may modify the deduction required as to any member by an amount which shall not exceed one-tenth of one per centum of the annual salary from which said deduction is to be made.

(f) The deduction provided for herein shall be made notwithstanding that the minimum compensation provided by law for any member shall be reduced thereby. Every member shall be deemed to consent and agree to the deductions made as provided herein; and payment of salary or compensation, less said deductions, shall be a full and complete discharge of all claims for service rendered by such person during the period covered by such payments, except as to benefits provided by this Act.

(g) No pay roll deductions and no contributions are required except when the member is actually an employee of a Department.

Section 10. Employer's Contribution.

(a) Effective January 1, 1949, the employer shall pay into the retirement fund an amount equal to the same percentage of the compensation for current service of all members as shall be contributed by employees pursuant to Section 9 hereof on the basis of the actuarial evaluation set forth in Section 4 of this Act, to be known as the employer's "current

service'' contribution. Such payment shall be authorized by the employer at the same time that the pay roll providing the employee's contribution is forwarded to the Department of Finance. In the light of policy to be defined after the surveys herein authorized, the employer shall, in the same manner authorize an additional amount of compensation for prior service of those members having prior service credits, to be known as the employer's ''prior service'' contribution. The rate per cent of such prior service contribution shall be fixed by the Board on the basis of the liabilities of the Retirement System as shown by actuarial valuation.

(b) Participating Departments are authorized to make available, as a proper cost of administration of such Departments, such funds as are necessary to meet the provisions of this Act.

Section 11. Retirement After Service and Death Benefit. After paying employees' contributions for three years or more, any member may retire from service upon giving the Board thirty days written notice of his desire to retire, provided such member has attained sixty-two years of age, and has complied with all other requirements for retirement; or after paying employees' contributions for three years or more, any member may retire from service upon giving the Board thirty days written notice of his desire to retire, provided such member has a total of current service and certified prior service amounting to thirty years and has complied with all other requirements for retirement. Such member may be separated from service during said thirty days notice period, but such separation shall not prevent him from receiving a retirement allowance under this Act.

Any member who after paying employees contributions for one year, or more and who has attained or who subsequently attains the age of seventy-two years shall be retired; provided that at the request of his appointing authority he may remain in service until the last day of the fiscal year during which he attains seventy-two years of age. However, on special request until January 1, 1960, with the approval of the Board and the head of a Department, any member who

shall have attained the age of seventy-two years may be continued in service for a period of two years following each such request.

Notwithstanding any other provision of this Act, any member who separates from service prior to retirement after completing twenty or more years of creditable service, who has paid employees contributions for three years or more and who leaves his total accumulated contributions in said system shall have the right to retire upon attaining the age of sixty-two years, notwithstanding the fact that said member does not have the status of a member in service at the time his application for retirement is filed; and such applicant for retirement shall be entitled to the benefits provided herein.

Upon retirement, as provided in this Section, a member shall receive during the remainder of his life an annual retirement allowance, payable monthly in equal installments, in an amount equal to such per centum of his average compensation as may be determined on the basis of the acturial evaluation set forth in Section 4 of this Act, multiplied by the total years of his current service to which product there shall be added the monthly amount allowed for certified prior service. In all cases, where any member's compensation has included maintenance or housing, the Board shall fix the value of the same in money and add it to the compensation paid in money when determining such member's average compensation.

No member shall be granted retirement allowance in excess of one-half (½) of his average compensation.

In the case of death of a member who has retired by reason of superannuation or disability, any portion of the member's contributions (including regular interest to the date of retirement) that has not been paid as an allowance or benefit shall be paid to the member's estate in such manner as the Board may elect.

Section 12. Disability Retirement.

(a) Any member, who has paid employees' contributions for one year, or more, upon the application of the head of the Department, or upon his own application, with the approval of the head of the Department, within not less than thirty nor

more than ninety days next following the date of filing such application, may retire on a disability retirement allowance; provided that the Medical Panel, after a medical examination of such member, shall certify that he is mentally or physically incapacitated for further performance of duty and that such incapacity is likely to be permanent.

(b) Upon retirement on account of disability a member shall receive an annual disability retirement allowance, payable monthly in equal installments, in an amount equal to such per centum of his average compensation as may be determined on the basis of the actuarial evaluations set forth in Section 4 of this Act multiplied by the total years of his current service to which product there shall be added the monthly amount allowed for certified prior service. No member eligible for a retirement allowance shall be eligible for a disability retirement allowance.

(c) All persons granted a disability retirement allowance shall undergo such examination from time to time as the Medical Panel may require, and any disability beneficiary who has not yet attained the age of sixty-two or completed thirty years of service and who refuses to submit to such examination shall forfeit his right to draw any retirement allowance; and the same shall be discontinued. A member retired on a disability retirement allowance shall submit to the Board, for such period as the Board may require, sworn statements of all income for labor, service, or employment performed by such member.

(d) Whenever the Board shall find that any disability beneficiary is engaged in or is able to engage in gainful occupation or work paying more than the difference between his disability retirement allowance and his average compensation, the Board shall reduce his disability retirement allowance so that such allowance plus the amount earned by him, equals three-fourths of his average compensation. Should be earning capacity of any beneficiary be changed the Board may further modify the amount of his disability retirement allowance so as to prevent such allowance plus the amount earned by the beneficiary from exceeding three-fourths of the amount of his average compensation. A beneficiary restored to active serv-

ice, at a salary less than his average compensation, shall not be deprived of his disability allowance unless and until such salary is increased to an amount equal to or greater than the compensation upon the basis of which he was retired on a disability allowance.

(e) Should a disability beneficiary, under his minimum service retirement age, be restored to service at a salary equal to or greater than his average compensation, his disability retirement allowance shall cease; and he shall again become a member of the Retirement System and shall contribute thereafter at the rate then in effect. In computing the service time of such restored member no credit shall be allowed for the time during which he was paid a disability service allowance.

Section 13. Withdrawal Before Retirement; Forfeiture of Contributions and Death Benefit. Should a member cease to be an employee after six months but before being eligible for retirement, as set out in Section 11 of this Act, otherwise than by death or by retirement under the provisions of this Act, he shall be paid, if he demands it, the amount of his employee's accumulated contributions plus regular interest; provided, however, that the Board by regulation may prescribe that no interest shall be payable if separation occurs within five years from the date the employee became a member of the system. The rate of regular interest shall be fixed by the Board and in no instance shall exceed the rate of interest currently being realized by the Board. In such cases a former employee must demand within one year from the time his membership ceases that his employee's accumulated contributions, plus allowable interest be paid to him; otherwise his account will be closed, and all funds remaining therein will be credited to the general Retirement System fund. Should a member dies at any time before retirement the amount of his employee's accumulated contributions, plus interest as above provided, shall be paid to his estate or designated beneficiary. Any beneficiary so designated may be changed by written designation, signed, acknowledged, and filed with the Board.

Section 14. Expense Fund. The expense fund shall be the fund from which shall be paid all and only the costs of

administering this Act, and it shall be provided by the Commonwealth by means of interaccount transfers in terms of a percentage of the pay rolls of each Department as provided by executive order of the Governor. This method of support derives from the fact, hereby recognized, that provision for retirement is a proper cost of the administration of each Department. For the purpose of originating the Retirement System the Board is authorized beginning October 1, 1948, to incur such expense as necessary and charge same to said Expense Fund.

Section 15. Retirement Fund. (1) There is hereby created a special fund to be known as the Retirement Fund which shall be administered separate and apart from all public money or funds of this State. This fund shall consist of:

(a) All employee contributions required under this Act;

(b) All employer contributions required under this Act;

(c) Interest earned upon any money in the fund;

(d) Any property or securities acquired through the use of money belonging to the fund; and,

(e) All earnings of such property or securities.

(2) Money shall be requisitioned from the fund solely for the payment of retirement allowances, disability retirement allowances, and refund of accumulated employee's contributions and interest in accordance with regulations prescribed by the Board.

Section 16. Management of Funds.

(a) The Board shall be the trustee of the several funds created by this Act and shall have full power to disburse, to invest, and to reinvest the retirement fund, subject to the limitation that no investment shall be made except, upon the exercise of bona fide discretion, in investments secured by the credit of the United States or the Commonwealth of Kentucky or in revenue bonds issued to finance a state construction activity authorized by law (not including construction of school district structures). Subject to such limitations, the Board shall have full power to hold, purchase, sell, assign, transfer, or dispose of any of the securities or investments in

which any of the funds created herein have been or may be invested, as well as of the proceeds of such investments and any monies belonging to said funds.

(b) The State Treasurer shall be the custodian of the funds of the Retirement System. All warrants for payments from said funds shall be authorized by a person designated by the Board.

(c) The Board shall allow to the retirement fund regular interest on investments.

(d) The regular interest shall be at such rate, compounded annually, as shall be determined by the Board on the basis of the interest earnings of the Retirement System for the preceding year and of the probable earnings, in the judgment of the Board, during the immediate future. During the first year of operation of the Retirement System one per centum shall be treated as the regular interest rate.

(e) No member of the Board and no employee of the Board shall have an interest direct or indirect, in the gains or profits of any investment made by the Board save insofar as any such member may be a member or beneficiary of the Retirement System; and no member of the Board shall receive, directly or indirectly, any pay or emolument for his services except as expressly provided in this Act. No member of the Board or employee thereof shall, directly or indirectly, for himself or as an agent, in any manner use the funds or deposits of the Retirement System, except to make such payments therefrom as are authorized by the Board, nor shall any member or employee of the Board become an endorser or surety or in any manner an obligor for monies loaned by or borrowed from the board.

(f) For the purpose of meeting disbursements for retirement allowances and other payments there may be kept available sufficient cash. The State Treasurer shall be responsible on his official bond for all cash and securities in his custody.

Section 17. Information For General Assembly.

The Board shall biennially certify to the Department of Finance as provided in KRS 45.070 the estimated amounts each Department will have to make available in order to meet

the provisions of this Act during the biennium next following. The amounts so ascertained shall be included in the appropriation bill for the Departments, and the Commissioner of Finance shall make such funds available to the Board as set out in Section 10 of this Act.

Section 18. Protection Against Fraud. Any person who shall knowingly make any false statement, or shall falsify or permit to be falsified any record or records of the Retirement System, or shall attempt to defraud such system shall be guilty of a misdemeanor, and, on conviction, shall be fined not more than $1,000 or imprisoned not more than three month, or both so fined and imprisoned.

Section 19. Change or Errors in Records. Should any change or errors in records result in any member of beneficiary's receiving from the Retirement System more or less than he shall have been entitled to received had the records been correct, then on discoverey of any such error the Board shall correct the same and, as far as practicable, shall adjust the payments in such manner that the benefits to which such member or beneficiary was correctly entitled shall be paid.

Section 20. Exemption of Funds from Taxation, Execution, and Assignment. All retirement allowances and other benefits accrued or accruing to any person under the provisions of this Act, and the accumulated contributions in cash or securities in the funds created under this Act, as property of the Commonwealth held in trust for beneficiaries hereunder, are declared to be exempt from taxation. They shall not be subject to execution, attachment, or garnishment, nor shall any assignment thereof be enforceable in any court.

Section 21. Provisions of Act Subject to Amendment or Repeal. Every provision of this Act shall be subject to amendment or repeal by any future session of the General Assembly, provided that no such amendment or repeal shall diminish or annul, in any respect, any right acquired by a member or beneficiary under the provisions of this Act or with respect to any fund derived from contributions made by members of the Retirement System.

Section 22. Provisions Severable. If any Section or any provision of any Section of this Act is declared unconstitutional, the remainder of this Act shall not thereby be invalidated.

Section 23. Repealer. All provisions of the law inconsistent with the provisions of this Act are hereby repealed to the extent of such inconsistency.

H. B. No. 482. An Act relating to employment in the service of the Commonwealth and appropriating funds therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section one. *Definitions.* For the purpose of this act the following words and phrases are defined (or explained):

This Act may be legally identified as the Merit Personnel System Law.

"Agency" means a department, division institution, or unit in the executive branch of the state government operated directly by the commonwealth;

"Appointing officer" means the officer or employee or group of officers or employees authorized by law to make appointments;

"Available" refers to a person on an eligible register willing to accept a particular position;

"Class" means a group of positions sufficiently similar as to duties performed, degree of supervision exercised or required, minimum requirements of training, experience, or skill, and such other characteristics that the same title, the same tests of fitness, and the same schedule of compensation has been or may be applied to each position in the group;

"Classified service" includes all the employment subject to the terms of this act except for those positions expressly excluded in section four hereof, and a "classified position" is a position in the classified service;

"Council" means the Kentucky Personnel Council created by section two hereof;

"Demotion" means a change in the status of an employee from a position in one class to a position in another class having a lower minimum salary (other forms of the same word shall be construed in the light of this definition);

"Director" means the Merit System Director provided under section three hereof;

"Eligible register," "register," or "examination register" means an official list of persons found to be eligible for appointment to a position in the classified service arranged (except as otherwise expressly provided in this act) according to the composite rating on examinations required hereunder;

"Merit Personnel System" means the system of merit personnel administration provided in this act;

"Permanent employee" or "employee having permanent status" or "regular employee" means a person who, after passing all the tests provided for entrance (or promotion) to a position in the classified service, may not be dismissed except as provided in section nine hereof;

"Position" means an office or employment in an agency (whether part-time, full-time, temporary or permanent, occupied or vacant) involving specific duties:

"Promotion" means a change of status of an employee from a position of one class to a position of another having a higher minimum salary (other forms of the same word shall be construed in the light of this definition);

"Subject to this act," "covered by the terms of this act," and kindred expressions refer to positions, agencies, or personnel provided for by section four of this act; and

"Transfer" means a change from one position to another of the same class or of another class having the same minimum salary.

"Working test" refers to the observation and evaluation of the work of an employee on probation as provided in section six.

There is hereby created a Merit Personnel System under the direction of an independent Kentucky Personnel Council, which shall consist of a chairman and four members. The Chairman ex officio, shall be the Director of the Division of Personnel Efficiency appointed under the provisions of KRS 42.110. The Governor, after inviting the counsel of the agencies to be served, shall appoint members of the Council, prior to January 1, 1949, and the Merit System Director shall serve ex officio as secretary. Members of the Council shall be citizens of Kentucky known to have an interest in the merit principle in government, and shall serve without pay, but their expenses shall be reimbursed by the Commonwealth. One of the members appointed in 1948 shall be appointed for a term of one year; one, two years; one, three years; and one, four years. Thereafter each member shall serve for a term of four years. Each shall be subject to dismissal only for cause fully stated by the Governor in writing, one copy to be filed for record with the Secretary of State and one transmitted to the dismissed member. The Governor shall fill vacancies for the remainder of the unexpired term. The Council shall hold regular meetings in Frankfort on the first Monday of each month (and special meetings on call of the chairman or of a majority of the members) unless by unanimous vote of all its members. it shall provide a different time or place of meeting.

It shall be the duty of the Council, assisted by the Merit System Director:

(a) To adopt comprehensive rules consistent with the provisions of this act and with the standards defined pursuant to the Federal Social Security Act of 1935, as amended, for the administration of the Merit Personnel System in the agencies of the state government subject to the terms of that act (without limitation upon the power of the Council to adopt any appropriate personnel rules, it is specifically authorized and directed to make rules to provide for the method of administering the classification and pay plans herein authorized; for the establishment, maintenance, consolidation, and cancellation of eligibility lists; for assuring full publicity for all examinations schedules as one means of promoting effective

competition in the case of entrance tests and economy in the case of promotional tests; for the application of service ratings; for the hours of work, attendance regulations, and leaves of absence for employees in the classified service; and for the order and manner in which layoffs and reinstatements shall be effected);

(b) To establish general policies for personnel recruitment, for merit examinations, for promoting the efficiency of employed personnel, and for the separation of unsatisfactory or excessive employes from the agencies subject to the provisions of this act;

(c) To approve classification and compensation plans for all positions (except as otherwise provided by law) in agencies subject to the terms of this act;

(d) To hear appeals from applicants for positions for which merit examinations are being or have been conducted, from eligibles on examination registers, and from officers or employes serving under the Merit Personnel System hereby provided, subject to the procedural rules which the Council may adopt pursuant to the provisions of this section; but such rules shall provide in the same manner as specified in section nine as to dismissals for the presentation and recording of evidence and the presentation of argument by the person aggrieved or by his counsel;

(e) To approve budgets for the support of the Merit Personnel System;

(f) To promote public understanding of merit principles in government service;

(g) To make periodic reports to the Governor and to provide copies thereof to agencies and employes subject to the merit system; and

(h) To appoint and supervise a Merit System Director, to advise him with respect to the administration of the Merit Personnel System, and to review his activities.

At its first meeting and subsequently in the event of a prospective or actual vacancy in the position of Director if there is no eligible list the Council shall appoint a committee of three persons publicly known to be sympathetic with the

merit principle in government and skilled in personnel administration to conduct an examination for the position of Merit System Director pursuant to such specifications for the position as the Council may prescribe. The examination shall be conducted as promptly as possible, and in any event within ninety (90) days; and the Council shall appoint as Merit System Director one of the three persons standing highest in the examination.

Section three. *Merit System Director.* The Merit System Director shall be appointed (as provided in section two). His salary shall be $5,000 annually. He is hereby charged with the administration of the merit system program, subject to the terms of section two of this act. He shall be a person who shall have had extensive training and experience in merit personnel administration or in a closely related field, shall have known sympathies with the merit principle in government service, and shall evidence such other qualifications as in the opinion of the Council are essential to the performance of the duties of the position. Within the limitations of the budget the Director shall appoint and supervise such staff as may be needed for the operation of the Merit Personnel System. It shall be the duty of the Director, with the aid of his staff:

(a) To prepare, in cooperation with the agencies subject to the terms of this act, and to maintain comprehensive classification and compensation plans for all positions in the agencies subject to the terms hereof;

(b) To devise and conduct personnel recruiting campaigns for the purpose of attracting qualified applicants for positions;

(c) To prepare and administer merit examinations;

(d) To prepare, maintain, and have custody of registers of eligible applicants resulting from the examinations and of all personnel employed in agencies subject to the terms of this act;

(e) To determine the availability of eligibles for appointment to particular positions;

(f) To certify eligibles for appointment;

(g) To determine the adequacy of eligible registers at all times;

(h) To cooperate with the agencies in the development and maintenance of service rating systems and of promotional policies designed to improve the personnel in the agencies subject to the provisions hereof;

(i) To prepare and recommend to the Council budgets providing for the support of the Merit Personnel System;

(j) To review and certify all appointments and interagency transfers involving agencies subject to the terms of this act for conformity with merit rules;

(k) To take such steps as may be appropriate to facilitate the training of employes in agencies subject to this act;

(l) To prepare and maintain a roster of all employes (of agencies subject to the terms of this act) showing for each employe his name, post office address, title of position held, rate of compensation, changes in status, compensation, or title, transfers, sick leaves, vacations, and any other pertinent facts;

(m) To ascertain the correctness and validity of all pay rolls for agencies subject to the terms of this act before they may be lawfully authorized for payment or to supply to another division the proper data for so doing; and

(n) To perform such duties other than those herein specified as may be prescribed by the Council.

Section four. *Scope: status of present employes.* The Director, all employes subject to his supervision, and all employes in the Department of Economic Security, the Game and Fish Divisions, and the Department of Health, except for such manual laborers, if any, as are specified by rule and for public officials required by statute to be appointed by the Governor (whether acting as department heads or as members of administrative or advisory commissions, boards, or committees), shall be in the classified service. (It is the intent of this paragraph expressly to exempt only the heads of departments and members of boards and commissions as those terms are used in chapter twelve, Kentucky Revised Statutes.)

This act provides a merit system for all employes in agencies specifically designated. Any other agency of the state government as such, or any class or classes of employes in such an agency, may be brought within (but not removed from) the perview of the Merit Personnel System provided by this act by an executive order of the Governor, subject, in the instance of constitutional administrative departments (as enumerated in KRS 12.020), to the approval of the head of the department concerned.

All employees in agencies made subject to the terms of this act and previously serviced by merit system maintained standards substantially comparable with those prescribed pursuant to this act are hereby assigned the same classification, salary, and merit system status hereunder as they had under the earlier merit system immediately previous to the operative date of this act.

Persons in other agencies hereby made subject to the terms of this act or hereafter made subject to its terms pursuant to the provisions of this section who at the time this act becomes operative with respect to such agency have for at least six months immediately preceding been employed (and given satisfactory service) in an agency brought within the classified service, shall within one year thereafter, be given noncompetitive tests to determine their fitness for the positions occupied on the date of transfer. The Director shall certify whether such employe so tested has met reasonable minimum standards of fitness qualifying him to retain his position. Each person who is certified to be so qualified shall be retained as a permanent employe. Persons who are certified not to be qualified shall be dismissed from their positions within thirty (30) days after the Director shall so certify and shall indicate that the Merit Personnel System has established a list of eligibles for the respective positions. The Director may, however, authorize the employment of any such person who has been given such a past examination in another position of lower rank in the classification plan for which he is found to be qualified, and if he is so employed he shall be deemed to be a permanent employe.

Sction five *Transfer.* The functions, employes (subject to the terms of section four hereof), books, papers, records, property, pending business, and the unexpended appropriations or other financial provisions for operations of the Personnel Council heretofore created by executive action and of personnel agencies heretofore provided to service the Division of Game and Fish, and the Department of Health, are hereby transferred to the Kentucky Personnel Council, which shall be successor in every respect to the said Personnel Council and to the Merit Personnel agencies provided for servicing the several said agencies. The Director herein provided shall assign the employes of the office of the Council transferred hereby at his discretion but at the same classification salary and Merit System Status as on the date of transfer. Without limiting the extent of transfer of functions, it is provided hereby: (a) that whenever the Personnel Council is referred to, or designated in, any contract, memorandum of understanding, rules, or other documents, the reference or designation shall hereafter be deemed to refer to the Kentucky Personnel Council created by this act; and (b) that the classification, compensation, and examination plans heretofore prescribed and issued by executive authority shall remain in full force and effect until superseded pursuant to this act. After the effective date of this act, KRS 42.110 to 42.150 inclusive, shall be inapplicable to employes of agencies directly affected by this act (whether by its express terms or by executive order hereunder); but the said sections shall remain in full force and effect as to all other personnel to which they are applicable.

Section six. *Examinations; registers; appointments.* The Director shall from time to time conduct tests for the various positions in the classified service as provided in this act. Tests for entrance into such positions shall be competitive and shall be designed to ascertain the fitness of those persons taking the examinations for the positions for which they are applicants and also to ascertain the relative fitness of the various persons who pass the tests. The tests consist of three parts:

(a) An investigation to ascertain that the applicant meets the minimum standards required by the classification plan and, with respect to those who meet the standards (as

to positions specified by the Director), the relative degree of education and experience enjoyed by the several applicants for each position; failure on this test shall exclude any applicant from further examination;

(b) A specific written test which may be supplemented by oral or physical tests or by demonstartion of skill or by a combination of such supplementary tests; and

(c) A working test which shall be rated exclusively by or under the direction of the agency head after the applicant has been appointed on a probationary basis to a position and before he shall attain permanent status.

In exceptional instances in which there are professional requirements only in which competition through a written test is impracticable, the Kentucky Personnel Council may authorize omission of such a test.

In preparing the eligible register, the Director shall arrange the applicants in the order of their achievement on the composite test except that every veteran (not dishonorably discharged) who passes the examinations other than the working test and who served in the armed forces of the United States during any period in which the nation was engaged in actual hostilities while a state of war existed between the United States and a foreign power shall have (a) five (5) percentage points added to his score on the written examination and (b), if he has by such service sustained disability recognized by the Veterans' Administration of the United States, five (5) additional—a total of ten (10)—percentage points so added.

Promotional examinations shall be authorized by rule for such positions as the Council may designate. The rule shall provide the manner and extent to which examinations shall be used as a basis for appointments. When such promotional examinations are authorized they will be noncompetitive. The Council shall provide by rule for the use of service rating as an element in any or all promotional examinations.

Whenever the appointing officer or any agency proposes to fill a vacancy in an established position, he shall request the Director, in writing, to certify an eligible list. The Direc-

tor shall thereupon certify the names of the three eligibles for the position whose composite rating on the education and experience and the written, oral, or other test conducted by the Merit Personnel System shall be highest, or, if more than one appointment is to be made, then the number certified shall be five times the number of vacancies divided by three.

Any person who has been passed over three times in choosing among the highest three eligibles remaining on the register may be disregarded in making subsequent appointments from such register and the name of such persons so passed over need not be included on any list subsequently certified to the agency. An appointing officer who has considered and rejected the name of a given eligible on a particular register for three separate certifications may at his own option make a written request to the Personnel Examination Supervisor to omit that name from any subsequent certification to him from the same register.

During the six months following a regular appointment from an eligible list, the employe shall be on probation, and the agency shall during that period of probation administer the working test. The appointing officer may dismiss any such employe during or at the end of the period after the employe has been on the job for as much as two months if he believes the working test indicates that the employe is unable or unwilling to perform his duties satisfactorily or that his habits and dependability do not merit his continuance in the service. On an employe's dismissal, the appointing officer shall report in writing to the Director the reasons therefor. He may, with the Director's approval, dismiss an employe on probation during the first two months of the working test.

At least ten (10) days before the expiration of the six months working test, the appointing officer shall notify the Director in writing, and give the employe a duplicate thereof, whether the services of the employe have been satisfactory. If the agency appointing officer's certification indicates satisfaction with the employe's work, the employe shall then be deemed a permanent employe.

Each register which the Director may establish shall normally be maintained for two years; but the Council may re-

duce or extend the period by not more than one year, except that in any instance in which less than three available eligibles are on the list for any particular position of the register, at the option of the appointing agency, may be regarded as terminated. In any case in which the life of a register is shortened or lengthened, the Director shall notify all eligibles at their last known address.

When an appointing officer desires to fill a vacancy for which the Director cannot certify three available eligibles, the Director may authorize the appointing officer to fill the vacancy from a comparable Federal Civil Service register, or eligible register of another state which has been approved by the appropriate Federal authorities or by the Council, or by a provisional appointment. In making provisional appointments preference shall be given first to persons whose names are on an appropriate list of the Merit Personnel System, second to other persons in the state service whom the Director finds to be qualified, and third to persons who have applied for appointment as regular employes and who meet minimum standards for the position. A provisional appointee shall hold the position only until an appropriate list has been established and the required certification can be made. In no event may provisional appointees hold positions for more than six months. No provisional appointment shall be renewed within one year of its expiration except that, in order to provide time for the initial examination program, the Council may authorize renewals within one year from the date this act becomes operative.

When an emergency makes it impossible to fill a position under any other provision of this act, an appointing officer, or a subordinate employe authorized by him, may appoint any qualified person to such a position to prevent stoppage of public business or loss or serious inconvenience to the public. Any such appointee shall be employed only during such an emergency and for a period not exceeding thirty (30) days. A vacancy of which the appointing authority has had reasonable notice or might with due diligence have had previous knowledge shall not be considered an emergency under this section. The appointing authority shall forthwith report

each emergency appointment to the Director. No such appointment shall be renewed.

Section seven. *Support.* The work of the Kentucky Personnel Council shall be supported in two ways. (1) The direct appropriations and other monies hereby transferred for the remainder of the current fiscal year and for the ensuing biennium (and any appropriations hereafter made) are set aside for expenditure to attain the purposes of this act. (2) To the extent that the agencies to be served by the Merit Personnel System lack direct legislative appropriations, the cost shall be borne by each agency (other than the Council itself) on the basis of an equitable apportionment of appropriations or other funds available for general administration. The procedure shall involve interaccount transfer effected by order of the Governor.

It is the policy of the General Assembly that the Merit Personnel System shall be financed in reasonable part by means of federal appropriations, as has been the practice heretofore in the case of the assistance and unemployment compensation programs, and that other agencies served shall also contribute rateably to the cost of maintaining adequate general personnel service.

Section eight. *Reassignment: reinstatement.* An appointing officer may at any time reassign an employe from one position to another position in the same class or rank. Upon making such an assignment the appointing officer shall forthwith give the Director notice of his action. A transfer of an employe from a position in one agency to one in another may be made with the approval of the Director and of the appointing authorities of both agencies. With the approval of the Director a temporary reassignment may be made to a newly created position in the same agency, but such a reassignment shall not involve change of compensation or loss of seniority for the employe reassigned.

Subject to appropriate rules and to the approval of the Director, an appointing officer may fill a vacancy by reinstating a previous employe, provided that such reinstatement of such previous employe is made within a number of years

equal to the number of years of service rendered prior to his separation from his previous employment; or, if such prior service equals or exceeds five years, reinstatement may be allowed without time limit (except that the Council may approve rules which provide for reinstatement after any period of separation, all or part of which was spent in the armed forces of the United States or employment in related work within the United States Federal Security Agency).

Section nine. *Discipline: hearings.* An appointing officer, for disciplinary purposes, may suspend a regular employe in his agency for not over sixty (60) days. With the Director's approval, he may suspend the employe for a longer period pending investigation or hearing of charges.

An appointing officer may dismiss any regular employe in his agency for cause if at least ten (10) days before the effective date thereof the appointing authority gives to such an employe a written statement of the specific reasons therefor and files a copy of the statement with the Director.

Should an appointing officer suspend, demote, or dismiss a permanent employe, the employe may within sixty (60) days appeal to the Council, which shall hold a public hearing at which the employe and the appointing officer may present evidence and arguments, either in person or by counsel. Technical rules of evidence shall not apply. After considering the evidence the Council shall transmit its findings and the reasons therefor to the agency and to the employe concerned. The transcript of the hearing and the finding and their explanation of the Council shall be a public record in the Merit Personnel System office. Within ten (10) days after the finding of the Council have been filed with the agency, the appointing agency shall file with the Director final notice of his disposition of the case. When a permanent employe is dismissd and not reinstated after appeal, the Council may direct that his name be placed at the head of an appropriate eligible register.

Section ten. *Appeals limited in layoff cases.* If an agency, due to reduction of work load or of financial provisions for personal service, determines to lay off employed

personnel, there shall be opportunity for hearing as provided in section nine as to dismissals only regarding matters touching the observation of the rules adapted pursuant to section two hereof regarding the manner in which layoffs shall be effected.

Section eleven. *Procedure.* The chairman and each member of the Council and the Director shall have authority to administer oths, and the Council may subpoena witnesses or records; the Franklin Circuit Court shall have the authority to issue process to enforce any such subpoenas.

State officers and employes shall aid in carrying out the provisions of this act; and, to the extent that rules hereunder apply, they shall observe the same. They shall furnish such information as may be essential to that purpose, but in so doing confidential information shall be used only for official purposes and in such manner as not to disclose facts except as provided by law.

All official proceedings of the Council and, except for information which cannot be published for reasons of public policy, all other records of the Merit Personnel System shall be public.

Section twelve. *Discrimination and limitation of political activity.* No person shall be appointed or promoted to, or demoted or dismissed from, any position in the classified service because of his religious or political opinions or affiliations, nor shall he employ or seek to employ any political endorsements or affiliation to influence the results of any examination or otherwise affect his record with the Director.

No member of the Council and no employe subject to the Merit Personnel System shall use his official authority or influence for the purpose of interfering with an election or affecting the results thereof. Persons subject to the Merit Personnel System, while retaining the right to vote as they please and to express their opinions on all political subjects, shall take no active part in political management or in political campaigns. Further rules and regulations pertaining to politics and religion may be promulgated by the Council.

No member of the Council and no person in the classified service shall be a member of a committee of a political party or an officer or committee member of any partisan club or a candidate for nomination or election to any public office, nor shall he take any part in any political party or political campaign except to express his opinion and cast his vote.

Section thirteen. *Penalties for violation.* The penalty for violation of any provision of this act or of the rules issued pursuant thereto shall be such disciplinary action as the Council shall direct.

Section fourteen. *Power to suspend examination.* In the event of war or other national emergency (declared by the President of the United States) which would defeat the effectiveness of competitive tests as a means of recruiting efficient personnel, the Council may partly or entirely suspend the examination requirements specified in this act and replace them by rule with a comprehensive plan (for dealing with the personnel recruiting problem) that is adapted to the character of the emergency.

Section fifteen. *Operative date deferred.* The organization of the Merit Personnel System provided hereby and the transfers provided in section five hereof will become operative immediately after appointment of a Merit System Director pursuant to the actions taken by the Director and the Council. After the effective date of this act and prior to the date of appointment of the Merit System Director, the arrangements previously existing for personnel administration shall continue to be in full force and effect except as herein otherwise provided.

Section sixteen. *Appropriation.* Tho facilitate the organization work and operation of the Merit Personnel System, there is hereby appropriated, in addition to the sums transferred herein, the sum of ten thousand dollars from the General Fund for the fiscal year 1948-1949, and the sum of ten thousand dollars from the General Fund for the fiscal year 1949-1950.

Section seventeen. All laws or portions thereof in conflict herewith are repealed to the extent of such conflict.

Ordered that said bills be printed and referred to the Committee on Rules.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 313. An Act providing that certain roads be added to the Constitution as a part of the state primary road system.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. That certain road located in Todd County, Kentucky, which begins at Old Hadensville on U. S. Highway No. 79 and extends in a south western direction to the Tennessee state line, a distance of approximately eight miles, is hereby added to and shall hereafter constitute a part of the state primary road system.

§ 2. That certain road located in Todd County, Kentucky, which begins at Tress Shop on U. S. Highway No. 68 and extends to the Butler Road, a distance of approximately five miles, is hereby added to and shall hereafter constitute a part of the state primary road system.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Levi Baker	Chas. J. Bronston
Jason Alford	C. E. Baumgardner	Chas. W. Burnley
Earl F. Ashcraft	Fred Beshear	A. H. Calvert

George I. Cline	L. H. Jones	Amos Runyan
Robert Collins	Harry K. Lowman	Glenn Rushing
Everett T. Cooper	W. E. McClure	Dr. K. N. Salyer
Perry M. Cross	Ed Marcum	LeRoy Saylor
B. G. Davidson	E. H. Martin	James J. Shannon
N. M. Hamilton	C. D. Moberly	Paul E. Shannon
James P. Hanratty	Davis Moore	Harry Smith
Carson Hibbitts	Walter Moorman	John M. Spaulding
C. J. Holsclaw	H. C. Patterson	Chas. L. Spillman
Richard R. Houpt	H. M. Pewitt	G. W. Steinford
Clyde S. Howard	J. H. Polsgrove	G. C. Thornton
M. G. Howard	L. W. Preston	Wilford S. Travis
R. N. Hubbard	E. F. Prichard	John C. Watts
Ira W. Hulette	Hobart Rayburn	Lawrence Watts
Laban P. Jackson	Ottis Roberts	Morris Weintraub
Kerby Jennings	F. L. Robinson	Rodney Whitlow
Paul S. Jonas	Lilburn S. Rogers	Charles W. Wirsch
J. Ernest Jones		—61

Mr. Whitlow offered the following amendment to the title of said bill, viz.:

Amend the title of H. B. No. 313 to read as follows:

"An Act providing that certain roads be added to the state primary road system."

Said amendment to the title of said bill was agreed to.

Resolved that the title thereof be as amended.

Mr. Whitlow moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day, a bill entitled:

H. B. No. 325. An Act relating to school districts, with particular reference to the transfer of territory within a city of any class or territory which may become incorporated in such a city, to a district embracing a greater part of the city.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. Subsection (1) of Section 160.045 of the Kentucky Revised Statutes is amended to read as follows:

(1) Whenever any territory in any municipality or any territory which may become incorporated in any municipality, is located in a county school district, the owners of real property in such territory are given the right to demand of the board of education of the county school district in which their property is located that said property should be placed in and become a part of the school district in which the greater part of said municipality is located and embraced; whether said school district be a county or independent school district.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Chas. W. Burnley	James P. Hanratty
Jason Alford	A. H. Calvert	Carson Hibbitts
Sidney Baer	Paul Carter	C. J. Holsclaw
Levi Baker	Robert Collins	Richard R. Houpt
C. E. Baumgardner	Perry M. Gross	M. G. Howard
Fred Beshear	B. G. Davidson	R. N. Hubbard
Isaac M. Blevins	Owen Deering	Ira W. Hulette
Chas. J. Bronston	N. M. Hamilton	Kerby Jennings

Paul S. Jonas	H. C. Patterson	Harry Smith
J. Ernest Jones	H. M. Pewitt	John M. Spaulding
L. H. Jones	E. F. Prichard	Chas. L. Spillman
Harry K. Lowman	Hobart Rayburn	G. W. Steinford
W. E. McClure	Ottis Roberts	G. C. Thornton
Ed Marcum	F. L. Robinson	Wilford S. Travis
E. H. Martin	Lilburn S. Rogers	John C. Watts
C. D. Moberly	Amos Runyan	Lawrence Watts
Walter Moorman	Glenn Rushing	Morris Weintraub
Fred H. Morgan	D. B. Saylor	Rodney Whitlow
E. C. Mullins	LeRoy Saylor	Charles W. Wirsch
Joe E. Nunn	Paul E. Shannon	—59

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed, be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

H. Res. No. 56. A Joint Resolution authorizing Eva Emerine, and Roy Emerine, individually and as parent and next friend of Marline Emerine and Royalyn Emerine, to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either.

Said resolution is as follows, viz.:

Whereas, on November 7, 1946, Eva Emerine, Roy Emerine, Marline Emerine and Royalyn Emerine, while riding in an automobile upon State Highways Nos. 60 and 68, near Paducah, Kentucky, were involved in an accident which is alleged to have been due to the negligence of the Department of Highways in the maintenance of the highway; and

Whereas, as a result of such accident they each received personal injuries;

Now, Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Eva Emerine, and Roy Emerine, individually and as parent and next friend of Marline Emerine and Royalyn Emerine, all of Marshall County, Kentucky, are authorized to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either, in the Marshall Circuit Court, for damages for personal injuries alleged to have been sustained because of negligence on the part of the Department of Highways in maintaining a State highway.

The suits hereby authorized shall be for amounts not in excess of the following:

Eva Emerine	$2500
Roy Emerine, individually	2500
Roy Emerine, as parent and next friend of Marline Emerine	5000
Roy Emerine, as parent and next friend of Royalyn Emerine	2500

The Attorney General may investigate the claims herein and may settle any of said claims before or after suit is filed, if he deems it advisable. Any amount recovered in said suits or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suits are filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or jury as an admission of negligence upon the part of the Commonwealth, and this resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the jury.

Mr. Travis offered the following amendment to said resolution, viz.:

Amend printed copy of H. Res. No. 56, on page 2, line 11, by striking out the figures 2500 and inserting in lieu thereof the figures 5000.

Said amendment to said resolution was agreed to.

Ordered that said resolution be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, and same having been engrossed, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said resolution in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Richard R. Houpt	F. L. Robinson
Jason Alford	M. G. Howard	Lilburn S. Rogers
Sidney Baer	R. N. Hubbard	Amos Runyan
Levi Baker	Ira W. Hulette	Glenn Rushing
C. E. Baumgardner	Laban P. Jackson	Dr. K. N. Salyer
Fred Beshear	Paul S. Jonas	D. B. Saylor
Chas. W. Burnley	J. Ernest Jones	LeRoy Saylor
A. H. Calvert	Harry K. Lowman	James J. Shannon
Paul Carter	W. E. McClure	Paul E. Shannon
George I. Cline	Ed Marcum	Harry Smith
Robert Collins	E. H. Martin	John M. Spaulding
Everett T. Cooper	C. D. Moberly	G. W. Steinford
Perry M. Cross	Davis Moore	G. C. Thornton
B. G. Davidson	Walter Moorman	Wilford S. Travis
Owen Deering	Fred H. Morgan	W. J. Ward
N. M. Hamilton	E. C. Mullins	Lawrence Watts
James P. Hanratty	J. H. Polsgrove	Morris Weintraub
Carson Hibbitts	E. F. Prichard	Rodney Whitlow
E. R. Hilton	Hobart Rayburn	Charles W. Wirsch
C. J. Holsclaw	Ottis Roberts	

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Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a resolution of the following title, viz.:

H. Res. No. 55. Resolution authorizing H. C. Yeager to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Whereas, the State Highway Department, in constructing a culvert under Highway 68 near South Elkhorn in Fayette County, Kentucky, thereby caused surface water to flow through the tile culvert onto the property of H. C. Yeager, making a ditch through said property and preventing Mr. Yeager from cultivating said property, and

Whereas, the said H. C. Yeager claims that his property was damaged in the sum of Two Thousand Dollars ($2,000.00), and

Whereas, if such damage was sustained the same should be repaid by the Commonwealth of Kentucky as the road was built under the supervision and control of the State Highway Department and the Commonwealth of Kentucky.

Therefore,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That H. C. Yeager be, and he is hereby authorized and permitted to sue the Commonwealth of Kentucky in the Fayette Circuit Court for such damages as he may have suffered, if any, by reason of the injuries to his property caused

by the construction of the culvert mentioned herein, and in the event any judgment or recovery be had by the said Yeager in said suit for damages to his property, the same shall be paid by the Treasurer out of the highway funds, but the judgment shall not exceed the sum of Two Thousand Dollars ($2,000.00), and the Commonwealth of Kentucky shall have the right to appeal as in any other civil cases.

Ordered that said resolution be read at length the third time.

The Constitutional provision as to the third reading at length of said resolution having been dispensed with, said resolution was read for the third time by its title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Richard R. Houpt	F. L. Robinson
Jason Alford	M. G. Howard	Lilburn S. Rogers
Sidney Baer	R. N. Hubbard	Amos Runyan
Levi Baker	Ira W. Hulette	Glenn Rushing
C. E. Baumgardner	Laban P. Jackson	Dr. K. N. Salyer
Fred Beshear	Paul S. Jonas	D. B. Saylor
Chas. W. Burnley	J. Ernest Jones	LeRoy Saylor
A. H. Calvert	Harry K. Lowman	James J. Shannon
Paul Carter	W. E. McClure	Paul E. Shannon
George I. Cline	Ed Marcum	Harry Smith
Robert Collins	E. H. Martin	John M. Spaulding
Everett T. Cooper	C. D. Moberly	G. W. Steinford
Perry M. Cross	Davis Moore	G. C. Thornton
B. G. Davidson	Walter Moorman	Wilford S. Travis
Owen Deering	Fred H. Morgan	W. J. Ward
N. M. Hamilton	E. C. Mullins	Lawrence Watts
James P. Hanratty	J. H. Polsgrove	Morris Weintraub
Carson Hibbitts	E. F. Prichard	Rodney Whitlow
E. R. Hilton	Hobart Rayburn	Charles W. Wirsch
C. J. Holsclaw	Ottis Roberts	—59

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said resolution was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 219. An Act to provide that banks, trust companies, or building and loan associations, when making a loan, may renew and extend the note evidencing such loan and may lend additional amounts to the same borrower or borrowers or their successors in title, and that the original mortgage securing payment of such loan shall secure payment of such renewals, extensions and additional loans, where so stated in such mortgage, to the extent of two thousand dollars ($2,000.00) in addition to the original amount loaned.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In all cases where a loan is made by a bank, trust company, or building and loan association incorporated and doing business under the laws of this Commonwealth or incorporated and doing business under the laws of the United States of America, the mortgage originally executed and delivered by the borrower or borrowers to the bank, trust company or building association shall secure payment of all renewals and extensions of said loan and note evidencing it, and payment of all additional notes evidencing additional loans, in no event to exceed Two Thousand Dollars ($2,000.00) in addition to the original amount loaned, made to the original mortgagor or mortgagors or to their successors in title, provided that such mortgage contains a provision that it secures, in addition to

the original amount of said loan stated therein, all renewals and extensions of said loan and the note evidencing it and such additional sums as thereafter may be loaned by the mortgagee or to the mortgagor or mortgagors or their successors in title, said additional loans in no event to exceed Two Thousand Dollars ($2,000.00) in addition to the original amount loaned.

Mr. Clyde S. Howard offered the following amendment to said bill, viz.:

Amend printed copy of Senate Bill No. 219 on page 2, line 18, by adding the following:

"Before any additional loans may be made on the original mortgage any second mortgage thereon must first be absorbed."

Said amendment to said bill was disagreed to.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	E. R. Hilton	E. H. Martin
Levi Baker	C. J. Holsclaw	C. D. Moberly
Fred Beshear	M. G. Howard	Fred H. Morgan
Chas. W. Burnley	Ira W. Hulette	E. C. Mullins
A. H. Calvert	Paul S. Jonas	H. S. Overby
George I. Cline	J. Ernest Jones	F. L. Robinson
Robert Collins	Harry K. Lowman	Lilburn S. Rogers
Owen Deering	W. E. McClure	Amos Runyan
Carson Hibbitts	Ed Marcum	Glenn Rushing

Dr. K. N. Salyer	Harry Smith	Charles W. Wirsch
D. B. Saylor	John M. Spaulding	Wilford S. Travis
LeRoy Saylor	G. W. Steinford	Morris Weintraub
James J. Shannon	G. C. Thornton	Rodney Whitlow
Paul E. Shannon		—40

Those who voted in the negative were—

Roy W. Arnold	Clyde S. Howard	E. F. Prichard
Sidney Baer	Kerby Jennings	Hobart Rayburn
C. E. Baumgardner	Archie R. Moore	Ottis Roberts
Isaac M. Blevins	Davis Moore	Chas. L. Spillman
Horace T. Cull	J. H. Polsgrove	John C. Watts
B. G. Davidson	L. W. Preston	Lawrence Watts
Richard R. Houpt		—19

Resolved that the title thereof be as aforesaid.

Mr. Weintraub moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Holsclaw moved that the rules be suspended for the purpose of introducing a bill.

Said motion was agreeed to by a majority of the members elected.

Thereupon, Mr. Holsclaw introduced the following bill, viz.:

H. B. No. 483. An Act repealing Chapter 216 of the Acts of 1946.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Chapter 216 of the Acts of 1946 hereby is repealed.

Ordered that said bill be printed and referred to the Committee on Rules.

Mr. Weintraub moved that the rules be suspended and the vote by which the clincher motion was applied to a bill of the following title, viz.:

S. B. No. 219. An Act to provide that banks, trust companies, or building and loan associations, when making a loan, may renew and extend the note evidencing such loan and may lend additional amounts to the same borrower or borrowers or their successors in title, and that the original mortgage securing payment of such loan shall secure payment of such renewals, extensions and additional loans, where so stated in such mortgage, to the extent of two thousand dollars ($2,000.00) in addition to the original amount loaned.

Be reconsidered.

Said motion was agreed to by a majority of the members elected.

Thereafter such reconsideration.

Mr. Weintraub moved that the vote by which said bill was passed reconsidered.

Said motion was agreed to.

Thereafter such reconsideration.

Mr. Weintraub moved that said bill be the first bill to be considered in the Orders of the day on Friday, March 12, 1948.

Said motion was agreed to.

Mr. John C. Watts moved that the rules be suspended and the House do now reconsider the vote by which the House agreed to meet at 9 o'clock a. m., Friday, March 12, 1948.

Said motion was agreed to by a majority of the members elected.

Thereafter such reconsideration.

Mr. John C. Watts moved that the House do now adjourn to meet again at 10:30 o'clock, a. m., Friday, March 12, 1948.

Said motion was agreed to.

And then the House adjourned.

FRIDAY, MARCH 12, 1949.

The House convened and was called to order by the Honorable T. Herbert Tinsley, Speaker.

The House was opened with prayer by the Reverend Joseph A. O'Dwyer, pastor of the Church of the Good Shepherd, of Frankfort, Ky.

The roll of the House was called and the following members answered to their names, viz.:

Bernam Adams	Earl W. Christian	E. R. Hilton
Jason Alford	George I. Cline	C. J. Holsclaw
Roy W. Arnold	Robert Collins	Richard R. Houpt
Earl F. Ashcraft	Everett T. Cooper	Clyde S. Howard
Sidney Baer	Perry M. Cross	D. W. Howard
Levi Baker	Horace T. Cull	M. G. Howard
Bernhardt Bauer	B. G. Davidson	Ira W. Hulette
C. E. Baumgardner	Owen Deering	Laban P. Jackson
Fred Beshear	G. I. Drury	Kerby Jennings
Isaac M. Blevins	Kermit Dwyer	Paul S. Jonas
Chas. J. Bronston	Otto W. Goff	J. Ernest Jones
Mrs. Mary Burnett	N. M. Hamilton	L. H. Jones
Chas. W. Burnley	James P. Hanratty	Ercel Kozee
A. H. Calvert	Dennis Henderson	Harry K. Lowman
Paul Carter	Carson Hibbitts	W. E. McClure

Ed Marcum	E. F. Prichard	John M. Spaulding
F. G. Marquette	Hobart Rayburn	Chas. L. Spillman
E. H. Martin	Ottis Roberts	G. W. Steinford
C. D. Moberly	F. L. Robinson	Albert Thomason
Archie R. Moore	Amos Runyan	G. C. Thornton
Davis Moore	Lilburn S. Rogers	Wilford S. Travis
Walter Moorman	Glenn Rushing	J. B. Veech
E. C. Mullins	Mrs. Rutherford	John C. Watts
T. A. Noe, Jr.	Dr. K. N. Salyer	Lawrence Watts
H. S. Overby	D. B. Saylor	Morris Weintraub
H. C. Patterson	LeRoy Saylor	Lynn Boyd Wells
H. M. Pewitt	James J. Shannon	Rodney Whitlow
J. H. Polsgrove	Paul E. Shannon	G. F. Williamson
L. W. Preston	Harry Smith	Charles W. Wirsch

Dr. Salyer moved that the reading of the Journal of the House of the proceedings of Thursday, March 11, 1948, be dispensed with, and the same be approved.

Said motion was agreed to.

The Speaker delivered to the Chief Clerk the following communication, viz.:

March 12, 1948

Mr. Byron Royster
Chief Clerk
House of Representatives

Dear Mr. Royster:

As Chairman of the Rules Committee, I wish to report that the following bills and resolutions have been approved today and ordered to their first reading. This is your authority to record these bills in lieu of a committee report signed by a majority of the members and will take the place of individual committee reports.

House Bill	462	House Bill	480
House Bill	463	Senate Bill	198
House Bill	424	House Bill	327
Senate Bill	143	House Bill	428
Senate Bill	242	House Bill	474
House Bill	295	House Bill	472

Senate Bill	191	House Bill	130
Senate Bill	164	Senate Bill	142
House Bill	445	House Res.	12
House Bill	473	House Res.	46
House Bill	471	House Res.	63

A majority of the Rules Committee today has reported the following bills to be acted upon in the Orders of the Day:

Senate Bill	219	Senate Bill	256
House Bill	435	House Res.	19
House Bill	360	House Bill	304
House Res.	53	House Bill	226
Senate Bill	156	Senate Bill	53
Senate Bill	132	Senate Bill	132
House Bill	48	House Bill	436
House Bill	351	Senate Bill	89
Senate Bill	195	Senate Bill	182
Senate Res.	56	Senate Bill	127
Senate Res.	31	House Bill	278
Senate Bill	233	House Bill	320
Senate Bill	234	House Res.	51
Senate Bill	235	Senate Res.	37
Senate Bill	237	Senate Bill	207
Senate Bill	173	House Bill	135
Senate Bill	213	House Bill	475
House Bill	234	House Bill	476
House Bill	355	House Bill	477
Senate Bill	160	House Bill	352
House Bill	455	House Bill	465
Senate Bill	133	House Res.	66
Senate Bill	182	House Bill	441
Senate Bill	244	House Res.	37
House Bill	464	House Bill	36
Senate Bill	62	House Bill	450
Senate Bill	71	House Bill	451
Senate Bill	166	Senate Res.	39

Very truly yours,

T. Herbert Tinsley
Speaker

The Committee on Rules, to which the same had been referred, reported bills and resolutions of the following titles, viz.:

H. B. No. 462. An Act to amend Section 220.360 of the Kentucky Revised Statutes, being part of Chapter 220 of said Statutes.

H. B. No. 463. An Act to amend Section 220.510 of the Kentucky Revised Statutes, being a part of Chapter 220 of said statutes, pertaining to sanitation districts.

H. B. No. 424. An Act relating to hospitals, with particular relation to the admission of patients and the allocation of bed and room facilities.

S. B. No. 143. An Act relating to the powers of certain officers to administer official oaths and to take acknowledgments.

S. B. No. 242. An Act relating to licensing of motor vehicle operators.

H. B. No. 295. An Act relating to reports of expenditures of county road fund monies, and the publication of such reports.

S. B. No. 191. An Act relating to the budget and financial administration law of the Commonwealth, amending KRS 45.160, 45.190, 45.200 and repealing Section 34.130 of the Kentucky Statutes.

S. B. No. 164. An Act relating to the establishment of group plan insurance for employes of cities and their boards and commissions.

H. B. No. 445. An Act relating to the licensing and employment of automobile mechanics.

H. B. No. 473. An Act relating to the working at hard labor of persons sentenced to the county jail.

H. B. No. 471. An Act relating to the working of prisoners outside of the walls of the prison; amending KRS 197.140.

H. B. No. 480. An Act relating to education.

S. B. No. 198. An Act permitting the payment of compensation to the treasurer of boards of education.

H. B. No. 327. An Act relating to excise taxes, providing for a tax on the sale of cigarettes, and appropriating a portion of the tax to the Common School Fund and the Department of Welfare.

H. B. No. 428. An Act providing a fair employment practice law and establishing a commission, to be known as the Kentucky Fair Employment Practice Commission, and defining its powers and duties.

H. B. No. 474. An Act relating to employes and organizations thereof, defining labor disputes; prescribing the procedure by which and the conditions under which injunctions may be granted in such disputes and the scope thereof.

H. B. No. 472. An Act relating to the board of supervisors of cities of the third class; amending subsection (1) of Section 92.480 of the Kentucky Revised Statutes.

H. B. No. 130. An Act relating to payment of wages by corporations.

S. B. No. 142. An Act relating to school service for, and census enumeration of, children who are inmates of state institutions.

H. Res. No. 12. A Resolution authorizing V. B. McDaniel to sue the Commonwealth of Kentucky.

H. Res. No. 46. A Joint Resolution of the General Assembly of the Commonwealth of Kentucky, authorizing Scott T. Graves, of Franklin County, to sue the Commonwealth of

Kentucky, for an amount not to exceed Twenty Thousand Dollars.

H. Res. No. 63. A Joint Resolution authorizing Frank E. Moore, of Frankfort, Kentucky, to sue the Commonwealth of Kentucky.

With the expression of opinion that same should pass.

Whereupon said bills and said resolutions were each and severally read at length for the first time and

Ordered placed on the Calendar.

CALENDAR

The House took up for consideration from the Calendar bills and a resolution of the following titles, viz.:

H. B. No. 452. An Act relating to canceled checks issued prior to July 1, 1936, by the Department of Highways out of its labor expense fund whereby authorization is given for their destruction or confiscation.

H. B. No. 453. An Act to amend Section 41.220 of the Kentucky Revised Statutes relative to designation of state bank depositories.

S. B. No. 11. An Act authorizing retirement and disability plans for employes of cities, counties and their agencies.

S. B. No. 299. An Act appropriating funds to the Division of Parks for recurring costs of operations of Kentucky Dam Village and property in its vicinity.

S. B. No. 63. An Act relating to the publication of ordinances in cities of the second class operating under the city manager form of government.

S. B. No. 65. An Act relating to the registration of voters, amending Sub-section (1) of Section 117.050 of the Kentucky Revised Statutes.

S. B. No. 115. An Act to amend Section 186 of the Constitution of the Commonwealth of Kentucky relating to distribution of public school funds.

S. B. No. 295. An Act relating to highways, with particular relation to highways of the superhighway type; authorizing the construction and operation of such highways and providing means for the financing thereof.

S. B. No. 447. An Act relating to education in fields related to health, with particular reference to the education of, and the training of nurses and doctors of the Negro race.

With Committee amendment thereto.

H. B. No. 458. An Act to amend Sub-section 1 of Section 26.530 of the Kentucky Revised Statutes.

H. B. No. 369. An Act relating to the city-county board of health for cities of the first class and counties containing such cities.

H. B. No. 466. An Act concerning installment payments of public improvement tax assessments in cities of the first class.

S. B. No. 257. An Act requiring the marking of center lines on black-top roads within the state primary road system.

S. B. No. 41. An Act relating to the placing of children in homes other than their own homes, for adoption or otherwise.

H. B. No. 457. An Act relating to game and fish, with particular reference to free hunting and fishing licenses for war veterans.

S. Res. No. 34. A Joint Resolution authorizing the personal representative of J. W. Lathan, deceased, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

H. B. No. 34. An Act relating to game and fish, with particular relation to the taking or hunting of fox, either red or grey.

With Committee amendment thereto by way of substitute therefor.

Ordered that said bills and said resolution be read at length the second time.

Mr. Burnley moved that the Constitutional provision as to the second reading at length of said bills and said resolution be dispensed with, and same be read for the second time by their titles only.

Said motion was agreed to by a majority of the members elected.

Whereupon, the Constitutional provision as to the second reading at length of said bills and said resolution having been dispensed with, said bills and said resolution were read for the second time by their titles only and

Ordered placed in the Orders of the Day.

ORDERS OF THE DAY

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

S. B. No. 219. An Act to provide that banks, trust companies, or building and loan associations, when making a loan, may renew and extend the note evidencing such loan and may led additional amounts to the same borrower or borrowers or their successors in title, and that the original mortgage secur-

ing payment of such loan shall secure payment of such renewals, extensions and additional loans, where so stated in such mortgage, to the extent of two thousand dollars ($2,000.00) in addition to the original amount loaned.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In all cases where a loan is made by a bank, trust company, or building and loan association incorporated and doing business under the laws of this Commonwealth or incorporated and doing business under the laws of the United States of America, the mortgage originally executed and delivered by the borrower or borrowers to the bank, trust company or building association shall secure payment of all renewals and extensions of said loan and the note evidencing it, and payment of all additional notes evidencing additional loans, in no event to exceed Two Thousad Dollars ($2,000.00) in addition to the original amount loaned, made to the original mortgagor or mortgagors or to their successors in title, provided that such mortgage contains a provision that it secures, in addition to the original amount of said loan stated therein, all renewals and extensions of said loan and the note evidencing it and such additional sums as thereafter may be loaned by the mortgagee to the mortgagor or mortgagors or their successors in title, said additional loans in no event to exceed Two Thousand Dollars ($2,000.00) in addition to the original amount loaned.

Mr. Clyde S. Howard offered the following amendment to said bill, viz.:

Amendment No. 2. Amend printed copy of Senate Bill No. 219, on page 2, line 18, by adding the following: "Before any additional loans may be made on the original mortgage any second mortgage thereon must first be absorbed."

Mr. Clyde S. Howard moved that the House do now adopt said amendment to said bill.

The yeas and nays being required thereon by Mr. Polsgrove and Mr. Clyde S. Howard were as follows, viz.:

Those who voted in the affirmative were—

Paul Carter	B. G. Davidson	L. W. Preston	
Robert Collins	James P. Hanratty	Ottis Roberts	
Horace T. Cull	Clyde S. Howard		—8

Those who voted in the negative were—

Jason Alford	D. W. Howard	Hobart Rayburn	
Roy W. Arnold	M. G. Howard	Lilburn S. Rogers	
Earl F. Ashcraft	Ira W. Hulette	Amos Runyan	
Levi Baker	Laban P. Jackson	Mrs. Rutherford	
Bernhardt Bauer	Kerby Jennings	Dr. K. N. Salyer	
Fred Beshear	Paul S. Jonas	D. B. Saylor	
Isaac M. Blevins	L. H. Jones	James J. Shannon	
Mrs. Mary Burnett	Ercel Kozee	Paul E. Shannon	
Chas. W. Burnley	W. E. McClure	Harry Smith	
George I. Cline	F. G. Marquette	John M. Spaulding	
Everett T. Cooper	E. H. Martin	Chas. L. Spillman	
Owen Deering	C. D. Moberly	G. W. Steinford	
G. I. Drury	Archie R. Moore	Albert Thomason	
Kermit Dwyer	Davis Moore	G. C. Thornton	
Otto W. Goff	Walter Moorman	Wilford S. Travis	
Dennis Henderson	E. C. Mullins	Morris Weintraub	
Carson Hibbitts	T. A. Noe, Jr.	Lynn Boyd Wells	
E. R. Hilton	H. S. Overby	Rodney Whitlow	
C. J. Holsclaw	H. M. Pewitt	G. F. Williamson	
Richard R. Houpt	J. H. Polsgrove	Charles W. Wirsch	
			—60

Thereupon said motion was disagreed to.

And thereupon said Amendment No. 2 to said bill was disagreed to.

Ordered that said bill be read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	M. G. Howard	Lilburn S. Rogers
Levi Baker	Ira W. Hulette	Amos Runyan
Bernhardt Bauer	Paul S. Jonas	Dr. K. N. Salyer
Fred Beshear	J. Ernest Jones	D. B. Saylor
Mrs. Mary Burnett	L. H. Jones	James J. Shannon
Chas. W. Burnley	Harry K. Lowman	Paul E. Shannon
Earl W. Christian	W. E. McClure	John M. Spaulding
Robert Collins	F. G. Marquette	G. W. Steinford
Everett T. Cooper	E. H. Martin	Albert Thomason
Owen Deering	C. D. Moberly	G. C. Thornton
G. I. Drury	Archie R. Moore	Wilford S. Travis
Kermit Dwyer	Davis Moore	Lawrence Watts
Dennis Henderson	Walter Moorman	Morris Weintraub
Carson Hibbitts	E. C. Mullins	Lynn Boyd Wells
E. R. Hilton	T. A. Noe, Jr.	Rodney Whitlow
C. J. Holsclaw	H. S. Overby	G. F. Williamson
D. W. Howard	J. H. Polsgrove	Charles W. Wirsch

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Those who voted in the negative were—

Roy W. Arnold	B. G. Davidson	L. W. Preston
Earl F. Ashcraft	James P. Hanratty	E. F. Prichard
Sidney Baer	Richard R. Houpt	Hobart Rayburn
Isaac M. Blevins	Clyde S. Howard	Ottis Roberts
Paul Carter	Laban P. Jackson	Glenn Rushing
George I. Cline	Kerby Jennings	LeRoy Saylor
Perry M. Cross	H. C. Patterson	Harry Smith
Horace T. Cull	H. M. Pewitt	Chas. L. Spillman

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Resolved that the title thereof be as aforesaid.

Mr. Weintraub moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 226. An Act relating to alcoholic beverage control, with particular relation to qualifications for licenses and qualifications of employes of licensees.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz..

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. A new section of the statutes is created, to be numbered KRS 243.105 and to read as follows:

(1) In addition to the requirements of KRS 243.100, as to the qualifications necessary to obtain a license, it is further provided that no person may be issued or continue to hold a retail package license unless he is a bona fide resident of this state, and has been such a resident for at least three years before the date on which his application for a license, or for renewal of license, is made. In the case of a partnership or corporation, each member of the partnership, and each of the directors, principal officers and managers of the corporation, must possess the residence qualifications prescribed above.

(2) The provisions of subsection (1) of this section shall apply to present as well as future licensees. Any holder of a retail package license for the license year 1947-1948, who is not qualified under subsection (1) of this section to secure a renewal of the license for the license year 1948-1949, may continue to do business under the license until June 30, 1948, and may have the license renewed, as of July 1, 1948, for a period of ninety days, for the sole purpose of enabling him to close out his business and dispose of his stock. The fee for such renewal shall be one-fourth of the annual license fee.

§ 2. A new section of the statutes is created, to be numbered KRS 244.095 and to read as follows:

In addition to the requirements of KRS 244.090 as to the qualifications of persons employed by licensees, no person holding a retail package license may employ any person in connection with his business, in any capacity whatsoever, who is not a legal resident and qualified voter of the city in which the licensed premises are located.

Said Committee amendment to said bill by way of substitute therefor is as follows, viz.:

An Act relating to alcoholic beverage control, with particular relation to qualifications for licenses.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

In addition to the requirements of KRS 243.100, as to the qualifications necessary to obtain a license under KRS 243.020 to 243.670, it is further provided that no person may be issued or continue to hold a retail license, either for distilled spirits, wine or malt beverages, unless he is a bona fide resident of the county in which is located the premises in which he proposes to conduct business under the license, and has been such a resident for two years before the date on which his application for a license is made. In the case of a partnership or corporation, each active member of the partnership, and the manager or one of the directors of the corporation, must possess the residence qualifications prescribed above. This Act shall not apply to persons, partnerships or corporations holding retail licenses on the effective date of this Act.

Said Committee amendment to said bill by way of substitute therefor was agreed to.

Mr. Paul S. Shannon moved the Previous Question.

Whereupon, the Speaker announced, "Shall the Main Question be now put?"

Which was decided in the affirmative.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and the same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Bernam Adams	Dennis Henderson	H. C. Patterson
Jason Alford	Carson Hibbitts	L. W. Preston
Roy W. Arnold	C. J. Holsclaw	E. F. Prichard
Earl F. Ashcraft	Richard R. Houpt	Hobart Rayburn
Sidney Baer	Clyde S. Howard	Ottis Roberts
Levi Baker	D. W. Howard	Amos Runyan
C. E. Baumgardner	M. G. Howard	Glenn Rushing
Fred Beshear	Ira W. Hulette	Mrs. Rutherford
Isaac M. Blevins	Laban P. Jackson	Dr. K. N. Salyer
Chas. J. Bronston	Kerby Jennings	D. B. Saylor
Chas. W. Burnley	Paul S. Jonas	LeRoy Saylor
A. H. Calvert	J. Ernest Jones	James J. Shannon
Paul Carter	L. H. Jones	Paul E. Shannon
Earl W. Christian	Ercel Kozee	Harry Smith
George I. Cline	Harry K. Lowman	John M. Spaulding
Robert Collins	F. G. Marquette	Chas. L. Spillman
Perry M. Cross	E. H. Martin	G. W. Steinford
Horace T. Cull	C. D. Moberly	Albert Thomason
B. G. Davidson	Archie R. Moore	G. C. Thornton
Owen Deering	Davis Moore	Wilford S. Travis
G. I. Drury	Walter Moorman	J. B. Veech
Kermit Dwyer	E. C. Mullins	Lawrence Watts
Otto W. Goff	T. A. Noe, Jr.	Rodney Whitlow
James P. Hanratty	H. S. Overby	Charles W. Wirsch

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Those who voted in the negative were—

Mrs. Mary Burnett W. E. McClure —2

Resolved that the title thereof be as amended.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 360. An Act relating to the regulation and licensing of trailers used as a house, office, store, display or utility unit.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 1. As used in this Act, "Trailer" shall mean any unit towed by a motor vehicle and commonly used as a house, office, store or display unit and utility type units designed for hauling baggage, equipment, produce, animals or supplies.

Section 2. The owner of any trailer hauled upon the highways of this state, except trailers used exclusively in the county in which the towing vehicle is registered and licensed, shall pay an annual registration fee of $4.50.

Section 3. In so far as applicable, Section 186.020 through 186.040, 186.070 through 186.100, 186.120 through 186.150, and 186.170 through 186.260 Kentucky Revised Statutes shall apply to the registration and licensing of such trailers.

Mr. McClure offered the following amendments to said bill, viz.:

Amendment No. 1. Amend printed copy of House Bill No. 360, on page 1, section 1, line 2, by inserting the words "or farm tractor" after the word "vehicle" in line 2 of Section 1.

Amendment No. 2. Amend printed copy of House Bill No. 360, on page 1, section 2, line 1, by substituting the word "towed" in place of the word "hauled" in line 1 of Section 2.

Amendment No. 3. Amend printed copy of House Bill No. 360, on page 1, section 1, line 4, by substituting a comma in place of the period after the word "supplies" in line 4 of Section 1, and inserting after such comma the following words:

"but shall not include any unit prohibited by law from being operated upon highways."

Amendment No. 4. Amend printed copy of House Bill No. 360, by adding at the end thereof the following additional section:

"Section 4. This Act shall become effective on January 1, 1949."

Said Amendment No. 1 to said bill was disagreed to.

Said Amendments Nos. 2, 3 and 4 to said bill were agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and rejected.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Chas. J. Bronston	N. M. Hamilton	Chas. L. Spillman
Mrs. Mary Burnett	Harry K. Lowman	John C. Watts
Chas. W. Burnley	W. E. McClure	
George I. Cline	J. H. Polsgrove	—10

Those who voted in the negative were—

Jason Alford	Levi Baker	Isaac M. Blevins
Roy W. Arnold	Bernhardt Bauer	A. H. Calvert
Earl F. Ashcraft	Fred Beshear	Paul Carter

Earl W. Christian	Ira W. Hulette	Liuburn S. Rogers
Robert Collins	Laban P. Jackson	D. B. Saylor
Everett T. Cooper	Kerby Jennings	LeRoy Saylor
Perry M. Cross	Paul S. Jonas	Paul E. Shannon
Horace T. Cull	J. Ernest Jones	Harry Smith
B. G. Davidson	L. H. Jones	John M. Spaulding
Owen Deering	Ercel Kozee	G. W. Steinford
G. I. Drury	C. D. Moberly	Albert Thomason
Kermit Dwyer	Archie R. Moore	G. C. Thornton
Otto W. Goff	Walter Moorman	Wilford S. Travis
James P. Hanratty	E. C. Mullins	J. B. Veech
Dennis Henderson	H. S. Overby	Lawrence Watts
E. R. Hilton	H. M. Pewitt	Morris Weintraub
Richard R. Houpt	L. W. Preston	G. F. Williamson
Clyde S. Howard	Hobart Rayburn	Charles W. Wirsch
D. W. Howard	Ottis Roberts	
M. G. Howard	F. L. Robinson	—58

And so said bill was rejected.

Mr. Calvert moved that the vote by which said bill was rejected be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

REPORT OF COMMITTEE ON ENROLLMENT

Mr. Rogers of the Committee on Enrollment, to which the same had been referred, reported that they had examined and found to be correctly enrolled a bill of the following title, viz.:

H. B. No. 54. An Act relating to the classification of cities, amending Section 81.010 of the Kentucky Revised Statutes.

Thereupon all other business was suspended, said bill was read at length and compared in open session and found to be correctly enrolled, and thereupon, the Speaker in open session and in the presence of the House, affixed his signature thereto.

Ordered that the Enrolling Clerk of this House deliver said bill to the Senate.

After a time the Enrolling Clerk aforesaid delivered the original and enrolled copies of said bill duly signed by the President of the Senate into the possession of the Chief Clerk of this House.

Ordered that the Chief Clerk deliver said bill to the Governor.

After a time the Chief Clerk reported that he had discharged that duty.

Mr. Spillman moved that the rules be suspended and the privilege of the floor be extended to Mrs. Mary C. Houchin, Miss Leilah Houchin, Mr. John A. Houchin and Mrs. Ida Mae Brock.

Said motion was unanimously agreed to.

Mr. Bauer moved that the rules be suspended and the privilege of the floor be extended to Messrs. W. S. Brin and E. S. Lawrence.

Said motion was unanimously agreed to.

Mr. Lowman moved that the rules be suspended for the purpose of introducing a bill.

Said motion was agreed to by a majority of the members elected.

Thereupon a bill of the following title was introduced, viz.:

By Mr. Lowman.

H. B. No. 484. An Act relating to high school service for war veterans.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Each school district in this state shall admit to its twelve-grade school service, without tuition, any veteran of the Armed Forces whose attendance was interrupted, before completing the approved twelve-grade school course, by reason of induction or enlistment in the Armed Forces, who applies for re-enrollment in the public school system of the district of his residence not later than four years after his honorable discharge from the Armed Forces. However, this is not intended to apply to enrollment by veterans in special courses for whom tuition is paid under the provisions of Federal laws, or otherwise.

Ordered that said bill be printed and referred to the Committee on Rules.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill entitled:

H. B. No. 234. An Act to repeal, amend and re-enact Section 183.390, Kentucky Revised Statutes, by giving authority to the city or county, or city and county, to establish, construct, maintain, manage, operate and control an airport.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That Section 183.390, Kentucky Revised Statutes, be, and the same is hereby repealed, amended and re-enacted so as to read as follows, viz.:

(1) The city or county or city and county may by ordinance or resolution, provide for the appointment of an airport board composed of six members who shall have authority to establish, construct, maintain, manage, operate and control the airport. The legislative body of the city or county or the city

and county shall by adoption of an ordinance or resolution, prescribe the rules and regulations by which the board shall be governed so as to carry out the intent and purpose of this act.

(2) The members of the airport board shall be citizens, taxpayers and legal voters of the county, and no member of the board shall be interested directly or indirectly in any contract for the furnishing of supplies or of service of any kind to the airport.

(3) The first airport board appointed shall serve for terms as follows: Two for one year, two for two years, and two for three years. Upon the expiration of the first terms, successors shall be appointed for a term of three years. In the case of an airport jointly owned by a city and county the members shall be appointed so that the terms of one city member and one county member shall expire each year.

(4) If at any time during his term of office any member of the airport board becomes a candidate for nomination or is elected or appointed to any public office, he shall automatically vacate his membership and another person shall be appointed to serve for the remainder of his term, or until a successor has been appointed. Appointment shall be made by the appointing authority who made the original appointment.

Ordered that said bill be read the third time.

The Constitutional provision as to the third reading of said bill at length, being dispensed with, said bill was read the thrd time by ts title only and passed.

The yeas and nays being taken thereon in accordance with the provisions of the Constitution, were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	C. E. Baumgardner	Chas. W. Burnley
Earl F. Ashcraft	Fred Beshear	A. H. Calvert
Sidney Baer	Isaac M. Blevins	Paul Carter
Levi Baker	Chas. J. Bronston	Earl W. Christian
Bernhardt Bauer	Mrs. Mary Burnett	George I. Cline

Robert Collins	J. Ernest Jones	Glenn Rushing
Everett T. Cooper	L. H. Jones	Mrs. Rutherford
Perry M. Cross	Ercel Kozee	D. B. Saylor
Horace T. Cull	Harry K. Lowman	LeRoy Saylor
B. G. Davidson	W. E. McClure	James J. Shannon
Owen Deering	F. G. Marquette	Paul E. Shannon
G. I. Drury	E. H. Martin	Harry Smith
Otto W. Goff	Archie R. Moore	Chas. L. Spillman
N. M. Hamilton	Davis Moore	G. W. Steinford
E. R. Hilton	Walter Moorman	Albert Thomason
C. J. Holsclaw	E. C. Mullins	G. C. Thornton
Richard R. Houpt	Thos. A. Noe, Jr.	Wilford S. Travis
Clyde S. Howard	H. S. Overby	J. B. Veech
D. W. Howard	H. M. Pewitt	John C. Watts
M. G. Howard	J. H. Polsgrove	Lawrence Watts
Ira W. Hulette	E. F. Prichard	Morris Weintraub
Laban P. Jackson	Hobart Rayburn	Rodney Whitlow
Kerby Jennings	Ottis Roberts	G. F. Williamson
Paul S. Jonas	Liluburn S. Rogers	Charles W. Wirsch

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Resolved that the title thereof be as aforesaid.

Mr. J. Ernest Jones moved that the vote by which said bill was passed be reconsidered and that said motion lie on the table.

Said last named motion was agreed to.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 475. An Act relating to attorneys for executive or administrative departments, agencies, divisions and independent agencies of the Commonwealth of Kentucky.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

That:

Section 1. The term "department" as used in this act shall be construed to mean and to include each and every

executive or administrative department, agency, division and independent agency as said terms are defined and set forth in Chapter 12 of the Kenutcky Revised Statutes, and shall include any administrative department, agency, division and independent agency heretofore or hereafter designated as such by the General Assembly.

Section 2. The Governor, or any department with the approval of the Governor, shall have the power and the authority to employ and to fix the term of employment and the compensation to be paid to an attorney or attorneys for legal services to be performed for the Governor or for such department. The compensation and expenses of any attorney or attorneys employed under the provisions of this act shall be paid out of the appropriations made to such department as other salaries, compensation and expenses are paid, except when the terms of employment provide that the compensation shall be on a contingent basis, and in such event the attorneys may be paid the amount specified out of the moneys recovered by them or out of the general fund. Before the employment of any attorney under the provisions of this Act shall be made or become effective, the Governor shall approve the employment and the terms of employment by Executive Order duly entered upon the Executive Journal in the office of the Secretary of State.

An attorney may be employed pursuant to the provisions of this Act to render legal services for one or more departments, and if employed by more than one department he shall perform such services as provided in the agreement entered into by the departments and approved by the Governor.

Section 3. Any attorney or attorneys employed pursuant to the provisions of this Act shall have authority to appear as the chief attorney for and to represent the department in the trial and argument of all cases and proceedings in the Kentucky Court of Appeals and in any and all other courts, and before boards, governmental agencies and tribunals in or out of this Commonwealth whenever such department or any officer or employee thereof is a party in interest or the official rights, powers or duties of the department or of any officer or employee thereof are directly or indirectly affected.

Such attorney or attorneys may institute and prosecute all suits, motions, actions and proceedings necessary to cause the assessment of property, the collection of taxes, and the payment of all claims, accounts, demands and judgments of the Commonwealth, for the assessment or collection of which the department may be charged by law, and to take all necessary steps by suit, motion, action or otherwise to collect or cause to be collected and paid into the State Treasury all such claims, demands, accounts and judgments. Any attorney or attorneys so employed shall attend to all litigation and legal business within and without the State, required of him or them by the ter of his or their employment; and also any litigation or legal business that any officer or employee of such department may have in connection with or growing out of his official duties or the official duties of the department; and he or they, upon the written request of any executive or ministerial officer of the department, shall give such department or officer his written opinion as to the duties of such officer and shall prepare proper drafts of all instruments of writing and perform such other legal services pertaining to the functions of the department as may be provided by the terms of employment.

Section 4. Sections 15.020, 15.050 and 15.130 of the Kentucky Revised Statutes are hereby repealed in their entirety. Any person or persons who has heretofore or who may hereafter be appointed as an attorney under Section KRS 15.130 shall hold office only until the effective date of this Act, at which time such employment shall cease and terminate. All other laws and parts of laws in conflict herewith, to the extent of such conflict, are hereby repealed. Provided, however, that except to the extent herein provided, nothing in this Act shall be construed, nor is the same intended to affect the tenure or compensation of any Assistant Attorney General now or hereafter appointed and serving pursuant to law; provided, further, that the Governor or any department may require the advice or services of the Attorney General and the Assistant Attorneys General in matters relating to the duties or functions of any such office or department.

Section 5. Whereas, the proper and efficient functioning of the department require attorneys in addition to those now on the Attorney General's staff; and

Whereas, in some instances and in some departments it is necessary and advisable to have regularly employed attorneys to perform services for compensation contingent upon moneys collected as a result of such services; and

Whereas, such services may not be obtained under the existing laws; and

Whereas, under the provisions of Section 81 of the Constitution of Kentucky, the Governor is charged with the duty and responsibility of the enforcement of the laws, it is necessary that the powers granted in this Bill be given immediate effect, an emergency is hereby declared to exist and this Act shall become effective immediately upon its passage and approval by the Governor.

Mr. John C. Watts offered the following amendments to said bill, viz.:

Amendment No. 1. Amend House Bill No. 475 by striking from line 2 of page 2 of the printed bill the word "chief".

Amendment No. 2. Amend House Bill No. 475 by striking from line 3, page 2, of the printed bill the word "all" and inserting in lieu thereof the word "any".

Amendment No. 3. Amend House Bill No. 475 by striking from line 10 on page 2, Section 3, thereof, the word "all" and inserting in lieu thereof the word "any".

Amendment No. 4. Amend House Bill No. 475 by striking from line 18, page 3, thereof the word "all" and inserting in lieu thereof the word "any".

Amendment No. 5. Amend House Bill No. 475 by striking from line 1, page 3, in section 4 of the printed bill the figures "15.020".

Amendment No. 6. Amend House Bill No. 475 by inserting after the period following the word "entirety" in line 2, page 3, section 4, of the printed bill the following sentence:

"Section 15.020 of the Kentucky Revised Statutes shall remain in full force and effect, except to the extent the same may be in conflict with this Act."

Said amendments to said bill were each and severally agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Jason Alford	Kermit Dwyer	Hobart Rayburn
Sidney Baer	Otto W. Goff	F. L. Robinson
Levi Baker	N. M. Hamilton	Lilburn S. Rogers
Bernhardt Bauer	C. J. Holsclaw	Glenn Rushing
C. E. Baumgardner	Ira W. Hulette	Mrs. Rutherford
Fred Beshear	Kerby Jennings	James J. Shannon
Isaac M. Blevins	Paul S. Jonas	Paul E. Shannon
Chas. J. Bronston	J. Ernest Jones	Harry Smith
Mrs. M. E. Burnett	Ercel Kozee	John M. Spaulding
Chas. W. Burnley	Harry K. Lowman	Chas. L. Spillman
A. H. Calvert	E. H. Martin	Albert Thomason
Paul Carter	C. D. Moberly	G. C. Thornton
Earl W. Christian	Archie R. Moore	Wilford S. Travis
Robert Collins	Davis Moore	John C. Watts
Horace T. Cull	Walter Moorman	Lawrence Watts
Owen Deering	Thomas A. Noe, Jr.	Rodney Whitlow
G. I. Drury	H. M. Pewitt	G. F. Williamson

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Those who voted in the negative were—

George I. Cline	E. R. Hilton	L. W. Preston
Everett T. Cooper	D. W. Howard	D. B. Saylor
B. G. Davidson	Laban P. Jackson	G. W. Steinford
James P. Hanratty	E. C. Mullins	Morris Weintraub
Dennis Henderson	Harmon S. Overby	—14

Resolved that the title thereof be as aforesaid.

Mr. Burnley moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

Mr. Pewitt moved that the rules be suspended for the purpose of introducing a bill.

Said motion was agreed to by a majority of the members elected.

Thereupon, a bill of the following title was introduced, viz.:

By Mr. Pewitt.

H. B. No. 485. An Act relating to school taxes, amending Section 160.460 of KRS.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 160.460 of the Kentucky Revised Statutes is amended to read as follows:

(1) All school taxes shall be levied by the fiscal court of each county, except that in independent school districts embracing cities of the first four classes, when the boundary lines of independent districts in such cities are coterminous

with the municipal limits of such cities, the tax shall be levied by the governing body of the city, and except that in independent districts where the boundary includes a city of the fourth class together with other territory, the tax shall be levied by the district board of education and the board shall make the necessary levy on the property in the district. The tax levying authority shall levy an ad valorem tax for ordinary school purposes, and, if requested or determined, a special ad valorem tax for building fund purposes, at the rates specified by the district board of education and approved by the State Board of Education, within the limits prescribed in KRS 160.475 and 160.476, and such poll tax as the district board of education requests or determines, within the limits prescribed in KRS 160.475, except that the tax levying authority of an independent district embracing a city of the first class shall determine, within the limits prescribed in KRS 160.475 and 160.476, the rates of ad valorem taxes.

(2) The tax levying authority shall make its annual school levy during April, unless the authority is required by law to make all of its levy, including the school levy, at a different time of the year. The failure of the authority to make the levy within the date prescribed shall not invalidate any levy made thereafter.

(3) All school taxes shall be levied on all property subject to local taxation in the jurisdiction of the tax levying authority. The clerk of each county and the clerk of each city shall certify to the school district or districts which the county or city embraces the total assessed valuation of property subject to local taxation in the school district, as determined by its tax assessor.

Ordered that said bill be printed and referred to the Committee on Rules.

At the instance of the Committee on Rules, the House took up for consideration from the Orders of the Day a bill of the following title, viz.:

H. B. No. 278. An Act relating to Alcoholic Beverages.

With Committee amendment thereto by way of substitute therefor.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (1) of Section 234.230 of the Kentucky Revised Statutes is amended to read as follows:

(1) Licenses to sell distilled spirits and wine by the drink for consumption on the premises located within cities of the first, second or third class, or elsewhere in counties containing a city of the first, second or third class if those counties maintain an adequate police force under KRS 70.540 to 70.570 and KRS 70.150 to 70.170, or for premises located in any county upon property which is owned by a county containing a city of the first, second or third class.

Said Committee amendment to said bill is as follows, viz.:

An Act to amend subsection (1) of Section 243.230 of the Kentucky Revised Statutes.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (1) of Section 243.230 of the Kentucky Revised Statutes is amended to read as follows:

(1) Licenses to sell distilled spirits and wine by the drink for consumption on the premises located within cities of the first, second or third class, or elsewhere in counties containing a city of the first, second or third class if those counties maintain an adequate police force under KRS 70.540 to 70.570 and KRS 70.150 to 70.170, or for premises located in any county upon property which is owned by a county containing a city of the first, second or third class.

Said Committee amendment to said bill by way of substitute therefor was agreed to.

Ordered that said bill be engrossed and read at length the third time.

The Constitutional provision as to the third reading at length of said bill having been dispensed with, and same having been engrossed, said bill was read for the third time by its title only and passed.

The yeas and nays being taken on the passage of said bill in accordance with the provisions of the Constitution were as follows, viz.:

Those who voted in the affirmative were—

Sidney Baer	N. M. Hamilton	J. H. Polsgrove
C. E. Baumgardner	Dennis Henderson	E. F. Prichard
Fred Beshear	C. J. Holsclaw	Hobart Rayburn
Isaac M. Blevins	Richard R. Houpt	F. L. Robinson
Chas. J. Bronston	Clyde S. Howard	Glenn Rushing
Mrs. M. E. Burnett	D. W. Howard	Mrs. Rutherford
Chas. W. Burnley	M. G. Howard	Dr. K. N. Salyer
A. H. Calvert	Ira W. Hulette	James J. Shannon
Paul Carter	Paul S. Jonas	Paul E. Shannon
Earl W. Christian	Ercel Kozee	John M. Spaulding
George I. Cline	Harry K. Lowman	Chas. L. Spillman
Perry M. Cross	W. E. McClure	G. W. Steinford
Horace T. Cull	F. G. Marquette	John C. Watts
G. I. Drury	E. H. Martin	Morris Weintraub
Kermit Dwyer	Walter Moorman	G. F. Williamson
Otto W. Goff	H. S. Overby	—47

Those who voted in the negative were—

Jason Alford	E. C. Mullins	LeRoy Saylor
Earl F. Ashcraft	Ottis Roberts	Harry Smith
E. R. Hilton		—7

Resolved that the title thereof be as amended.

Mr. Jonas moved that the vote by which said bill was passed be reconsidered and that said motion be laid on the table.

Said last named motion was agreed to.

SENATE MESSAGE

A message was received from the Senate announcing that they had passed bills and resolutions which originated in that body of the following titles, viz.:

S. B. No. 42. An Act making an appropriation to the Division of Parks, in the Department of Conservation, to provide for the laying of a water line and necessary appurtenances, from the nearest connection with the city water system of the City of Bardstown, to My Old Kentucky Home.

Said bill is as follows, viz.:

Whereas, the state shrine, My Old Kentucky Home, is without adequate fire protection, due to lack of water facilities, and therefore is in constant danger of destruction by fire, with a resulting irreparable loss to the Commonwealth;

Now Therefore

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Sec. 1. There is hereby appropriated to the Division of Parks in the Department of Conservation, out of the General Expenditure Fund in the State Treasury as of the effective date of this Act, the sum of $8,000, to be used for the purpose of laying or constructing a water line, and necessary appurtenances, from the nearest connection with the city water system of the City of Bardstown, to My Old Kentucky Home. The Division of Parks shall have authority to enter into such contracts, and purchase such supplies and materials, as may be necessary for such purpose.

Sec. 2. Whereas, there is immediate danger that My Old Kentucky Home may be destroyed by fire, an emergency is declared to exist and this Act shall become effective upon its passage and the approval of the Governor.

S. B. No. 105. An Act relating to research in the fields of medicine and surgery; creating a Medical Research Com-

mission with authority to provide for a research program; and making appropriations for the purpose.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1. There is hereby created a Medical Research Commission to be composed of five members. The Commissioner of Health shall be ex officio a member and secretary of the commission. The other four members shall be appointed by the Governor. Three of the appointed members shall be physicians licensed to practice in this state, who shall be appointed by the Governor from a list of three names for each of the three positions submitted by the Kentucky Medical Association. The other appointed member shall be a layman who has evinced an interest in the improvement of medical services in Kentucky. Each of the appointed members shall serve for a term of four years and until his successor is appointed and has qualified. Appointments of successors and appointments to fill vacancies shall be made from lists as in the case of original appointments. The members shall annually select from their own number a chairman, who shall serve for a term of one year. The members shall serve without compensation but shall be reimbursed for their actual and necessary traveling expenses, out of sums appropriated to the commission.

2. The Medical Research Commission shall have authority to provide for a program of research in the fields of medicine, surgery, and allied sciences, including technical and scientific developments in those fields, preventive medicine, control of diseases, educational methods (including demonstrations and practical applications of theories of education), and all other features of medicine and surgery that affect the health and welfare of the people of this Commonwealth. The program may be provided for by contract with any recognized and accredited school of medicine or surgery, or research foundation, that is equipped or may be equipped to furnish research facilities. Such a contract may provide for the payment of an agreed sum to the school or foundation each fiscal

year, in return for which the school or foundation shall engage in research activities of a character and scope defined in the contract, and shall make available to the commission the results of its research in the form of reports or otherwise as may be to the best interest of the public. The Commission shall provide for the publication and distribution of the results of its research program in such manner as will create the greatest benefit. The Commission shall have no authority to incur any obligation in excess of the sums that have been appropriated to it.

3. For the purpose of this Act, there is hereby appropriated to the Medical Research Commission, out of the General Expenditure Fund in the State Treasury, the sum of $125,000 per year for each of the fiscal years 1948-1949 and 1949-1950.

S. B. No. 231. An Act relating to the acquisition and preservation of revenue stamps by the Kentucky Historical Society.

Said bill is as follows, viz.:

Whereas, the present statutes make no provision for the use of stamps issued by the Commonwealth, other than to denote the payment of taxes, and

Whereas, said stamps are of historical interest and philatelic value to numerous citizens of this state, and

Whereas, it is the desire of the Historical Society to obtain, maintain and preserve a record of all activities of the various state departments that pertain to the past, present and future history and accomplishments of the Commonwealth.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Upon receipt of any new issue, color, or design of stamps used by the Department to denote the payment of any tax, the commissioner of Revenue shall deliver to the Kentucky

Historical Society, without charge therefor, the first three sheets of said new issue, color, or design of stamps for use and preservation as provided in KRS 171.310.

S. B. No. 296. An Act relating to city-county airboards in counties containing a city of the first class; amending Section 183.160 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 183.160 of the Kentucky Revised Statutes is amended to read as follows:

(1) Members of the board shall serve without compensation but shall be allowed any reasonable expenses incurred by them in the conduct of the affairs of the board. The commission shall, upon the appointment of its members, organize and elect officers. It shall elect a chairman from its members to serve for one year, and it shall annually elect thereafter a chairman.

(2) The board shall employ necessary counsel, agents and employes to carry out its work and functions, and to prescribe such rules and regulations as it deems necessary.

S. B. No. 313. An Act repealing, amending and re-enacting sub-section 2 of Section 12.050 of the Kentucky Revised Statutes relating to compensation of certain officers and employees paid from funds appropriated to statutory administrative departments.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Section 12.050 of the Kentucky Revised Statutes is amended and re-enacted to read as follows:

(1) Unless otherwise provided by law, deputy heads of departments and directors of divisions and institutions shall

be appointed by the heads of the departments and in statutory departments the appointment of deputy heads of departments and heads of divisions shall be with the prior written approval of the Governor. Each division head shall report to the head of the department.

(2) Division heads in statutory departments shall be paid annual salaries. The compensation of all employees of statutory administrative departments employed on an annual basis, including deputy heads of such departments, division heads, professional and scientific personnel, and assistant attorneys general of the Department of Law, paid from funds appropriated to statutory administrative departments shall be fixed as provided in Section 42.120 of Kentucky Revised Statutes, except that no salary shall exceed Five Thousand Dollars ($5,000.00) annually. All salary limitations and other provisions of the law inconsistent herewith are repealed to the extent of such inconsistency.

(3) The provisions of this act shall become effective July 1, 1948.

S. B. No. 315. An Act making appropriations for expenses incident to and in connection with the office of Governor and the Governor's Mansion, and providing that said appropriations shall be in lieu of certain other appropriations.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

§ 1. There is hereby appropriated out of the General Expenditure Fund in the State Treasury the sum of $10,000 each year for the fiscal years 1948-1949 and 1949-1950, for the use of the Governor in defraying such necessary contingent expenses as are incident to the office of the Chief Executive of the Commonwealth of Kentucky. The sums so appropriated shall be credited to a special fund to be known as the contingent fund for the use of the Governor. Whenever it shall be necessary in the judgment of the Governor to meet an expense

of the character contemplated by this section, he shall issue an order to the Department of Finance for the amount required, and the Department of Finance shall thereupon issue a warrant in favor of the Governor for the amount indicated in the order. The appropriation made by this section is intended to be in lieu of the appropriation made by paragraph (c) of item 4 of Part One of House Bill No. 5 of the 1948 General Assembly.

§ 2. There is further appropriated, out of the surplus cash balance which will be in the State Treasury to the credit of the General Expenditure Fund as of June 30, 1948, the sum of $5,000, for the purpose of providing furniture, furnishings, equipment and improvements for the Governor's Mansion. Withdrawals of such appropriation shall be made in the same manner as provided in Section 1 of this Act. Any portion of such appropriation not encumbered or expended during the 1948-1949 fiscal year shall not lapse to the General Expenditure Fund, but shall continue to be available for expenditure during the 1949-1950 year.

S. B. No. 317. An Act relating to the holding of real estate by a religious society; amending subsection (1) of Section 273.090 of the Kentucky Revised Statutes.

Said bill is as follows, viz.:

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

Subsection (1) of Section 273.090 of the Kentucky Revised Statutes is amended to read as follows:

(1) No religious society may take or hold legal or equitable title to more than fifty acres of ground for a longer period than one year, under penalty of escheat, except that a religious society may own and operate a farm of not exceeding one hundred and sixty acres for the purpose of providing or supplementing the compensation of the pastor of a church maintained by such religious society.

S. Res. No. 10. A Joint Resolution authorizing Betty Lee Hatfield, an infant nineteen years of age, by her guardian or next friend, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Betty Lee Hatfield, an infant nineteen years of age, by her guardian or next friend, be and she is authorized to sue the Commonwealth of Kentucky in the Pike Circuit Court for damages resulting from personal injuries and medical expenses caused by alleged negligence on the part of the Commonwealth of Kentucky, its agents, servants and employees.

The Attorney General of the Commonwealth of Kentucky may investigate the claim herein and settle same before or after suit is filed if he deems it advisable.

Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the road fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or the jury as an admission of negligence upon the part of the Commonwealth and this resolution shall not be introduced in evidence for either party nor commented upon by counsel in argument to the jury.

S. Res. No. 43. A Joint Resolution making an appropriation for the purpose of paying the claim of A. L. P. Corder, of Cumberland, Kentucky, for expenses incurred as special agent of the Governor in returning a fugitive from justice, and directing the payment of the amount appropriation to the said A. L. P. Corder.

Said resolution is as follows, viz.:

Whereas, A. L. P. Corder, of Cumberland, Kentucky, was duly appointed by the Governor of the Commonwealth as special agent to return, from Pendleton, Oregon, to Whitesburg, Kentucky, a certain fugitive from justice, and did so return said fugitive and deliver him to the jailer of Letcher County on January 18, 1947; and

Whereas, in so doing the said A. L. P. Corder incurred expenses in the amount of $450.67, which sum he is lawfully entitled to but his claim for which has not been paid;

Now, Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That there is hereby appropriated out of the General Expenditure Fund in the State Treasury the sum of $450.67, for the purpose of paying the claim of A. L. P. Corder, of Cumberland, Kentucky, for expenses incurred in returning a certain fugitive from justice, and the Commissioner of Finance is directed to draw his warrant upon the State Treasurer in favor of the said A. L. P. Corder for the amount so appropriated.

S. Res. No. 50. A Joint Resolution providing for payment of ministers of the churches of Frankfort, Kentucky, for performing the duties of chaplain for the General Assembly.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

Section 1. That the sum of Twelve Hundred Dollars ($1200.00) is hereby appropriated out of the Legislative Session Fund, One Hundred Fifty Dollars ($150.00) of which is to be paid to each of the following named ministers of Frankfort, Kentucky, for performing the duties of chaplain for the General Assembly:

W. B. Campbell, Charles W. Owens, E. W. Baxter, W. P. Wilhoyte, Fred T. Moffett, Father Joseph A. O'Dwyer, O. Leland Gilmore, and Paul S. Stauffer.

Section 2. That the Chief Clerk of the Senate shall certify this Resolution to the Commissioner of Finance, who shall draw his warrant upon the State Treasurer for the amounts above designated and the State Treasurer shall pay the same.

Whereas, all employees of the General Assembly have been promptly paid for their services and said ministers have been faithful in attending as chaplain, and are also entitled to prompt payment, an emergency is hereby declared to exist and this Resolution shall take effect from and after its passage and approval by the Governor.

S. Res. No. 51. A Joint Resolution repealing, amending and reenacting Section 1 of Chapter 267 of the Acts of the General Assembly of Kentucky at its regular session 1942, and approved by the Governor March 2, 1942, so as to enable the Governor within his discretion to renew Interstate Compacts to Conserve Oil and Gas, etc.

Said resolution is as follows, viz.:

"A Joint Resolution ratifying and approving the interstate compact to conserve oil and gas as herein set out, authorizing the Governor of the State to execute an agreement to enable this State to become a member thereof, prescribing the form of the agreement, designating the Governor of this State as the authorized representative upon the interstate oil compact commission, authorizing and enabling him to appoint an assistant representative, prescribing procedure for the withdrawal from the compact, and declaring an emergency.

Whereas, on the 16th day of February, 1935, the States of Colorado, Illinois, Kansas, New Mexico, Oklahoma and Texas entered into an interstate agreement known as the Interstate Compact to Conserve Oil and Gas, which agreement signed by the proper officials of these States is now on deposit with the Department of State of the United States in Washington, D. C., said agreement, unless extended, terminating on September 1, 1937;

And Whereas by agreements duly entered into by said States pursuant to legislative authority said Compact has been

extended from time to time and is now in full force and effect.

And Whereas said Interstate Compact to Conserve Oil and Gas provides as follows: "Any oil-producing State may become a party here to by affixing its signature to a counterpart to be similarly deposited, certified and ratified."

And Whereas it is deemed advisable that the Commonwealth of Kentucky join and become a member of the Interstate Compact to Conserve Oil and Gas as now constituted."

Now Therefore,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That:

Section 1 of Chapter 267 of the Acts of the General Assembly for 1942 regular session, be repealed, amended and reenacted so that said section shall read as follows:

Section 1. The Interstate Compact to Conserve Oil and Gas entered into by the Governors of the States of Colorado, Illinois, Kansas, New Mexico, Oklahoma and Texas, and the representatives of certain other oil producing States at Dallas, Texas, on the 16th day of February, 1935, and extended as aforesaid, is hereby ratified, approved and confirmed by the Commonwealth of Kentucky and the Governor of this Commonwealth is hereby authorized, empowered and directed to affix his signature to a counterpart of said Interstate Compact to Conserve Oil and Gas, or any renewal thereof within the Governor's discretion, and have a certified copy of same, or a copy of any renewal of the Compact deposited with the Department of State of the United States in Washington, D. C., as provided by Article VIII of said Compact.

S. Res. No. 53. A Joint Resolution authorizing Joe Perry, of Greensburg, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either.

Said resolution is as follows, viz.:

Whereas, on a certain day in August, 1944, a road grader owned by the Department of Highways of Kentucky and being operated by an employe of the said department, ran into, upon and against a dwelling house owned by Joe Perry and situated in the city of Greensburg, Kentucky, causing substantial damage to said house; and

Whereas, it is alleged that said damage was the result of negligence on the part of the Department of Highways in maintaining and operating said grader;

Now, Therefore

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Joe Perry, of Greensburg, Kentucky, is authorized to sue the Commonwealth of Kentucky and the Department of Highways of Kentucky, or either, in the Green Circuit Court for property damage caused by alleged negligence on the part of the employes of the Department of Highways in maintaining and operating a road grader, whereby said grader ran into, against and upon a dwelling house owned by the said Joe Perry in Greensburg, Kentucky.

Said suit shall be for a sum not in excess of $750.

The Attorney General may investigate the claim herein and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this resolution shall be considered by either the court or jury as an admission of negligence upon the part of the Commonwealth, and this resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the jury.

S. Res. No. 54. A Joint Resolution authorizing Raymond Clayton, of Providence, Kentucky, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Raymond Clayton is authorized to sue the Commonwealth of Kentucky in the Webster Circuit Court for damages resulting from damage to his crops during the years 1944, 1945, 1946 and 1947, grown on his farm in Webster County, Kentucky, on the east side of U. S. Highway 41 extending between Dixon and Providence, Kentucky, which land lies upon what is known as Bull Creek and the ditch leading therefrom across U. S. Highway 41, and contains approximately 106 acres.

Said alleged damage was caused by the overflow of Bull Creek which passes under a bridge erected and constructed and being maintained by the Highway Department of Kentucky at U. S. Highway 41. That the said overflow was due to the fact that the opening is not sufficient to permit the passage of the ordinary rainfalls in that vicinity and that the waer is caused to back upon the lands of the said Raymond Clayton, which results in damages to his crops.

Said suit shall be for a sum not in excess of $9,350.00.

The Attorney General of the Commonwealth of Kentucky may investigate the claim against the Commonwealth herein, and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the State Road Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

No statement in this Resolution shall be considered by either the Court or the Jury as an admission of negligence

or wrongful act upon the part of the Commonwealth; and this resolution shall not be introduced as evidence, nor commented upon by counsel in argument to the Jury.

S. Res. No. 58. A Resolution authorizing Frank Shearer, Administrator of the estate of Oral Shearer, deceased, to sue the Commonwealth of Kentucky.

Said resolution is as follows, viz.:

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

That Frank Shearer, Administrator of the estate of Oral Shearer, deceased, is authorized to sue the Commonwealth of Kentucky, in the Franklin Circuit Court for damages resulting from the death of Oral Shearer, caused by alleged negligence on the part of the employees of the Commonwealth of Kentucky in leaving unguarded a washout on a highway in Wayne County, Kentucky, about 7 miles east of Monticello, on the Cooperville Road, and also known as Kentucky Highway No. 92, growing out of a gasoline truck turning over spilling gasoline being transported, which ignited and resulted in the death of Oral Shearer. Said suit shall be for a sum not in excess of $25,000.00.

The Attorney General of the Commonwealth of Kentucky may investigate the claim herein and settle same before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the general fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals.

No statement in this Resolution shall be considered by either the court or jury as an admission of negligence upon the part of the Commonwealth or any of its officers, and this resolution shall not be introduced as evidence nor commented upon by counsel in argument to the jury.

S. Res. No. 59. A Joint Resolution authorizing Charles R. Hagerman, of Ohio County, Kentucky, to sue the Commonwealth of Kentucky and the Department of Highways, or either.

Said resolution is as follows, viz.:

Whereas, on the 13th day of September, 1946, while Charles R. Hagerman was operating his vehicle upon a public highway in Ohio County, Kentucky, at or about two and one-half miles East of Hartford on the Hartford-Dundee State Highway No. 69, a collision occurred between said vehicle and a vehicle belonging to the Commonwealth of Kentucky and assigned to the Department of Highways, with the result that Charles R. Hagerman was severely and permanently injured and his vehicle was damaged, all in the total amount of Sixteen Thousand ($16,000.00) Dollars, and

Whereas, it appears that the Commonwealth of Kentucky and the Department of Highways, or either, acting by and through their agent, servant and employee, who was then and there acting within the scope of his authority, may be responsible for damages,

Now, Therefore,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

1. That Charles R. Hagerman, of Ohio County, Kentucky, is authorized to sue the Commonwealth of Kentucky and the Department of Highways, or either, in the Ohio Circuit Court for damages to his person and to his vehicle resulting from the collision caused by the negligence on the part of the Commonwealth of Kentucky and the Department of Highways, or either, acting through its agent, servant and employee, who was then and there acting within the scope of his authority, as herein set out.

2. The suit shall be for a sum not in excess of Sixteen Thousand ($16,000.00) Dollars.

3. The Attorney General may investigate the claim herein referred to and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the General Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

4. In the event suit is filed and judgment rendered by the circuit court, either party may appeal to the Court of Appeals of Kentucky.

5. No statement in this resolution shall be considered by either the court or jury as an admission of neglect upon the part of the Commonwealth or the Department of Highways, or either, and this resolution shall not be introduced as evidence or commented upon by counsel in argument to the jury.

S. Res. No. 60. A Joint Resolution authorizing Charles Henderson, of Lexington, Fayette County, Kentucky, as parent, natural guardian and next friend for and on behalf of Patricia Ann Henderson, an infant under fourteen (14) years of age, to sue the Commonwealth of Kentucky and the Board of Education of the City of Lexington, Kentucky, or either.

Said resolution is as follows, viz.:

Whereas, on the 21st day of November, 1947, while the said Patricia Ann Henderson was a student and attending the Booker T. Washington school; said school being one of the public schools of the City of Lexington school systems and under control of and operated by the said Board of Education of the City of Lexington, Kentucky; the said Patricia Ann Henderson sustained numerous bodily burns and injuries to her person as a result of her clothing becoming ignited by a stove used in said school, with the result that the said Patricia Ann Henderson was permanently injured, and,

Whereas, it appears that the Commonwealth of Kentucky and the Board of Education of the City of Lexington, Kentucky, or either of them, may be responsible for damages as a result of said injuries and burns.

Now, Therefore,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

1. That Charles Henderson, as parent, natural guardian and next friend of Patricia Ann Henderson, sue the Commonwealth of Kentucky and the Board of Education of the City of Lexington, Kentucky, or either, in the Fayette Circuit Court, for damages to the person of the said Patricia Ann Henderson, caused as a result of the negligence on the part of the Commonwealth of Kentucky and the Board of Education of the City of Lexington, or either, as herein set out.

2. The suit shall be for a sum not in excess of Fifteen Thousand ($15,000.00) Dollars.

3. The Attorney General may investigate the claim herein referred to and settle said claim before or after suit is filed, if he deems it advisable. Any amount recovered in said suit or by settlement with the Attorney General shall be paid out of the General Fund upon warrant drawn by the Commissioner of Finance upon the State Treasurer.

4. In the event suit is filed and judgment rendered by the Circuit Court, either party may appeal to the Court of Appeals of Kentucky.

5. No statement in this resolution shall be considered by either the Court or a Jury as an admission of negligence upon the part of the Commonwealth of Kentucky and the Board of Education of the City of Lexington, Kentucky, or either, and this resolution shall not be introduced as evidence or commented upon by counsel in arguments to the jury.

Ordered that said bills and said resolutions be printed and referred to the Committee on Rules.

The Chief Clerk laid before the House the following communication in writing, which had been delivered to his desk for the House, which is in words and figures as follows, viz.:

Commonwealth of Kentucky

BIENNIAL REPORT

Auditor of Public Accounts

INSTITUTIONAL AND DEPARTMENTAL AUDITS

For Fiscal Years Ended

June 30, 1945

and

June 30, 1946

Audit work completed during Biennium, 1945–1947)

C. I. ROSS

Auditor of Public Accounts

AUDITOR OF PUBLIC ACCOUNTS

Frankfort, Kentucky

To the Members of the General Assembly
Commonwealth of Kentucky

Gentlemen:

Pursuant to the provisions of Section 43.090–(1), Kentucky Revised Statutes, I submit herewith a report on the activities of the office of the Auditor of Public Accounts.

This report includes a summarization of the findings and recommendations set forth in each Institutional and Departmental audit or investigation made during the fiscal years ended June 30, 1945 and 1946, covering the biennial period from July 1, 1944, to June 30, 1946.

Respectfully submitted,

C. I. Ross
Auditor of Public Accounts

COMMENTS

Part One is a summary of total financial results of the various budget units of Agencies and Institutions, financed either through appropriations from the State General Fund or through receipts appropriated as Revolving Funds. In each Department Revolving Fund Accounts and Appropriation, or General Fund Accounts, are shown separately.

All budget units are listed by Departments in the order of the code system adopted for fiscal accounting and reporting.

Part Two includes classified statements of expenditures for both years arranged by Departments as shown in Part One. With a few exceptions, these statements are shown on a comparative basis.

Owing to the limited appropriation of the Auditor, it was not possible to secure sufficient personnel to investigate all the major funds of the State.

The monthly reconciliation of the accounts and records of the Department of Finance and the Department of the Treasury as required by K. R. S. 43.060 are not included in this report but have been made regularly.

Detailed statements of receipts are included in the reports of the Finance Department and the State Treasurer. These receipt accounts for the General Fund and the Revolving Funds have been investigated through investigations of the various agencies.

The budgetary operations of the State, in general, have been quite effective, through allotment procedures and accounting technique, in preventing deficits in appropriation accounts. In the General Fund, however, a reasonable balance between income and outgo has not been maintained. The condition of excess expenditures prior to 1936 has been reversed to such extent that a more stable relation between outgo and income is imperative. This necessitates a thorough and continuing study of the policies, organization, and work of the various state departments.

We recommend an expansion of the budget-making procedures. Lump sum estimates, or statements of actual expenditures in the past for services, supplies, and capital outlay, serve only as starting points. An evaluation of the cost of such outlays in view of results attained can be made only through an efficient budgetary organization with authority to enforce proper departmental accounting and reporting as a basis for adequate cost data. This authority should not be arbitrary and dictatorial, but the system should be on a cooperative basis with various agencies, all working to perfect an integrated system for the State as a whole.

In large departmental organizations successful administration is necessarily based on functional and cost analyses of the accounts. In our opinion, the cost of gathering this information only from the thousands of individual receipt and expenditure documents of the various departments by a centralized agency, would be extreme. For these reasons, the departmental accounting and reporting should be supervised and unified by the central agency.

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Legislature:								
Legislative Sessions	$ 15,016.00	$	$ 80,000.00	$ 95,016.00	$ 48,816.57	$ 12,725.00	$	$ 33,474.43
Legislative Council			200.00	200.00				200.00
Lieutenant Governor			1,000.00	1,000.00	650.33			349.67
Council of State Governments			250.00	250.00	250.00			
Totals	$ 15,016.00	$	$ 81,450.00	$ 96,466.00	$ 49,716.90	$ 12,725.00	$	$ 34,024.10
Judiciary and Court Costs:								
Court of Appeals	$	$	$ 38,250.00	$ 38,250.00	$ 35,749.47	$ 1,318.34	$	$ 1,182.19
Clerk of Court of Appeals	45.52		17,500.00	17,545.52	16,326.51			1,219.01
Judicial Council			800.00	800.00	800.00			
Clerks' Services				110,000.00	84,533.18			25,466.82
Criminal Prosecutions				364,700.00	236,165.03			128,534.97
Jury Commissioners			1,300,000.00	3,800.00	3,735.00			65.00
Trustee of Jury Fund				434,000.00	320,645.70			113,354.30
Commissions on Fines and Forfeitures				387,500.00	291,258.22			96,241.78
Salaries—Judges and Com'wealth Att'y			290,000.00	290,000.00	275,847.96			14,152.04
Return of Fugitives from Justice			6,500.00	6,500.00	5,740.84			759.16
County Patrols—Sheriffs			136,862.76	136,862.76	136,862.76			
Totals	$ 45.52	$	$ 1,789,912.76	$ 1,789,958.28	$ 1,407,664.67	$ 1,318.34	$	$380,975.27
Governor:								
Governor	$	$	$ 24,500.00	$ 24,500.00	$ 22,799.74	$	$	$ 1,700.26
Executive Cabinet			3,000.00	3,000.00	3,000.00			
Contingent Fund			6,000.00	6,000.00	6,000.00			
Totals	$	$	$ 33,500.00	$ 33,500.00	$ 31,799.74	$	$	$ 1,700.26

Governor—Special Accounts:								
Special Trial Commissioner	$ ———	$ ———	$ 1,207.75	$ 1,207.75	$ 1,207.75	$ ———	$ ———	$ ———
Repairs and Capital Outlay—								
Contingent Appropriation	886,892.15	———	———	886,892.15	643,885.08	241,451.49	———	1,555.58
Equipment—Welfare Inst.—								
Contingent Appropriation	40,540.53	———	———	40,540.53	36,124.60	3,603.48	———	812.45
Totals	$ 927,432.68	$ ———	$ 1,207.75	$ 928,640.43	$ 681,217.43	$245,054.97	$ ———	$ 2,368.03
Department of State:								
Secretary of State	$ ———	$ ———	$ 21,000.00	$ 21,000.00	$ 19,419.65	$ ———	$ ———	$ 1,580.35
Special Election Expense	———	———	35,000.00	35,000.00	28,521.99	———	———	6,478.01
Land Office	———	———	1,200.00	1,200.00	1,155.00	———	———	45.00
Railroad Policemen	762.72	90.00	———	852.72	———	———	852.72	———
Process Agents	———	7,500.00	———	7,500.00	6,318.84	———	1,181.16	———
Corporations	———	7,500.00	———	7,500.00	6,967.45	———	532.55	———
Totals	$ 762.72	$ 15,090.00	$ 57,200.00	$ 73,052.72	$ 62,382.93	$ ———	$ 2,566.43	$ 8,103.36
Special Police Officers:								
National Defense Officers' Fees	$ 195.39	$ 61.00	$ ———	$ 256.39	$ ———	$ ———	$ 256.39	$ ———
Department of Law:								
Attorney General	$ 170.00	$ ———	$ 46,300.00	$ 46,470.00	$ 40,368.83	$ ———	$ ———	$ 6,101.17
Cost of Suits	———	———	5,000.00	5,000.00	1,520.46	———	———	3,479.54
Statute Revision Committee	17,679.78	———	28,000.00	45,679.78	45,520.60	———	———	159.18
Totals	$ 17,849.78	$ ———	$ 79,300.00	$ 97,149.78	$ 87,409.89	$ ———	$ ———	$ 9,739.89
Department of the Treasury:								
State Treasurer	$ ———	$ ———	$ 38,000.00	$ 38,000.00	$ 34,109.25	$ 912.25	$ ———	$ 2,978.50
Custodian of Securities	———	———	600.00	600.00	600.00	———	———	———
Totals	$ ———	$ ———	$ 38,600.00	$ 38,600.00	$ 34,709.25	$ 912.25	$ ———	$ 2,978.50
Auditor of Public Accounts:								
Auditor	$ 259.81	$ ———	$ 37,500.00	$ 37,759.81	$ 35,666.21	$ 1,552.67	$ ———	$ 540.93
Cost of County Audits	———	12,787.57	———	12,787.57	11,934.12	———	853.45	———

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Auditor of Public Accounts—Cont.								
Auditor of Public Accounts	$	$ 310.00	$	$ 310.00	$ 244.00	$	$ 66.00	$
Totals	$ 259.81	$ 13,097.57	$ 37,500.00	$ 50,857.38	$ 47,844.33	$ 1,552.67	$ 919.45	$ 540.93
Department of Finance:								
Commissioner of Finance	$	$	$ 12,000.00	$ 12,000.00	$ 9,367.71	$	$	$ 2,632.29
Division of the Budget			12,900.00	12,900.00	12,870.00			30.00
Division of Personnel Efficiency			20,611.00	20,611.00	18,402.88			2,208.12
Division of Accounts and Control	176.24		60,089.00	60,265.24	49,796.88	3,059.75		7,408.61
Division of Purchases			47,400.00	47,400.00	37,121.02	190.25		10,088.73
Merit System			2,000.00	2,000.00	(—) 3,715.81			5,715.81
Division of Public Properties	10,714.94		130,000.00	140,714.94	131,611.91	1,650.40		7,452.63
Division of Duplication	409.43			409.43			409.43	
Totals	$ 11,300.61	$	$ 285,000.00	$ 296,300.61	$ 255,454.59	$ 4,900.40	$ 409.43	$ 35,536.19
Other Finance Department Allotments:								
Public Printing	$ 200.00	$	$ 16,000.00	$ 16,200.00	$ 11,403.34	$	$	$ 4,796.66
Public Record Books			64,500.00	64,500.00	20,198.25			44,301.75
Registration Books			500.00	500.00				500.00
Paper for Ballots and General Assembly			10,000.00	10,000.00	9,146.12	3.75		850.13
Paper Revolving	1,291.88		20,000.00	21,291.88	(—)15,308.64	5,650.78		30,949.74
Confederate Pensions			95,000.00	95,000.00	75,433.00			19,567.00
Postage Revolving			10,000.00	10,000.00	1,907.14			8,092.86

New Lands and Buildings Appropriation	93,988.69		200,000.00	200,000.00 93,988.69	164,320.75 45,781.25	76,685.27		7,201.42
Totals	$ 95,480.57	$	$ 416,000.00	$ 511,480.57	$ 312,881.21	$ 82,339.80	$	$116,259.56
Department of Revenue:								
Office of Commissioner	$	$	$ 16,050.00	$ 16,050.00	$ 15,772.30	$	$	$ 277.70
Division of Income Taxation			46,290.00	46,290.00	42,271.88	1,587.07		2,431.05
Excise Taxes			36,260.00	36,260.00	29,520.85	5,382.00		1,357.15
Service Division	2,081.15		200,440.00	202,521.15	191,672.94	3,267.16		7,581.05
Research and Statistics			10,940.00	10,940.00	9,862.79	2.78		1,074.43
Division of Local Relations			18,800.00	18,800.00	17,892.45			907.55
Escheats			23,220.00	23,220.00	22,339.05			880.95
Gasoline Tax Division		39,800.00		39,800.00	38,733.39		1,066.61	
Automobile Division		80,500.00		80,500.00	68,533.71		11,966.29	
Operators' Licenses	25,464.93	27,630.32		53,095.25	30,378.02		22,717.23	
Totals	$ 27,546.08	$ 147,930.32	$ 352,000.00	$ 527,476.40	$ 466,977.38	$ 10,239.01	$ 35,750.13	$ 14,509.88
Other Revenue Agencies:								
County Tax Commissioners	$	$	$ 391,000.00	$ 391,000.00	$ 387,778.48	$	$	$ 3,221.52
County Board of Supervisors			18,500.00	18,500.00	18,138.00			362.00
Distilled Spirits and Wine	21,553.99			21,553.99	1,676.81		19,877.18	
Revenue Agents—Old Law	1,202.39			1,202.39			1,202.39	
Back Tax Section—New Law	45,916.15	19,429.26		65,345.41	18,435.29		46,910.12	
Gross Receipts Tax—County Portion	770.27	.32		770.59			770.59	
½ Truck License—County Share	661,161.16	689,525.97		1,350,687.13	650,418.30		700,268.83	
County Share Truck License—Suspense	27,424.88	5,276.58		32,701.46			32,701.46	
Totals	$ 758,028.84	$ 714,232.13	$ 409,500.00	$ 1,881,760.97	$ 1,076,446.88	$	$ 801,730.57	$ 3,583.52
Elections:								
Board of Election Commissioners	$	$	$ 500.00	$ 500.00	$ 455.03	$	$	$ 44.97
Presidential Electors			700.00	700.00	561.20			138.80
State Board of Registration and Purgation			500.00	500.00	491.23			8.77
Totals	$	$	$ 1,700.00	$ 1,700.00	$ 1,507.46	$	$	$ 192.54

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Department of Conservation:								
Office of the Director	$ 403.20	$	$ 6,350.00	$ 6,753.20	$ 6,234.07	$ 403.20	$	$ 65.93
Division of State Parks			25,400.00	25,400.00	25,400.00			
State Parks—Revolving	2,443.74	66,527.48		68,971.22	60,339.64		8,631.58	
Federal Admission Tax		3,555.87		3,555.87	3,361.83		194.04	
Pennyrile State Park	275.80	297.26		573.06	508.66		64.40	
Levi Jackson State Park—Private Grant	3,040.00	2,000.00		5,040.00			5,040.00	
Levi Jackson State Park—J. M. Feltner		6,626.00		6,626.00			6,626.00	
State Parks—Land Grant		2,800.00		2,800.00			2,800.00	
My Old Kentucky Home—Investment Proceeds	33.65			33.65			33.65	
My Old Kentucky Home—Special	484.92			484.92			484.92	
My Old Kentucky Home			9,000.00	9,000.00	8,953.84			46.16
J. G. Weisiger Memorial Park			5,000.00	5,000.00	5,000.00			
Cumberland Gap National Park			75,000.00	75,000.00	75,000.00			
Division of Forestry			50,000.00	50,000.00	49,998.60			1.40
Forestry—Revolving	2,332.43	59,318.87		61,651.30	50,883.44		10,767.86	
Division of Publicity	53.29		17,500.00	17,553.29	17,531.62			21.67
Publicity—Revolving	7,414.94	11,161.02		18,575.96	10,823.24		7,752.72	
Totals	$ 16,481.97	$ 152,286.50	$ 188,250.00	$ 357,018.47	$ 314,084.94	$ 403.20	$ 42,395.17	$ 135.16
Game and Fish Commission:								
Game and Fish Commission	$ 97,429.96	$ 221,183.11	$	$ 318,613.07	$ 216,398.78	$	$ 102,214.29	$
Game and Fish—Special Fund	20,687.08	3,050.00		23,737.08			23,737.08	
Game and Fish—Suspense Fund	50,000.00			50,000.00			50,000.00	
Totals	$ 168,117.04	$ 224,233.11	$	$ 392,350.15	$ 216,398.78	$	$ 175,951.37	$

Military Department:								
Office of Adjutant General	$ ———	$ ———	$ 15,000.00	$ 15,000.00	$ 14,513.02	$ ———	$ ———	$ 486.98
Division of Veterans	———	———	48,500.00	48,500.00	46,196.41	147.50	———	2,156.09
Division of Armories	———	———	42,000.00	42,000.00	37,406.35	3,150.20	———	1,443.45
Kentucky Active Militia	2,478.00	———	57,435.16	59,913.16	33,878.44	———	———	26,034.72
Civil Defense	———	———	2,000.00	2,000.00	141.69	727.01	———	1,131.30
Industrial Peace Officers	2,243.95	830.00	———	3,073.95	507.72	———	2,566.23	———
Totals	$ 4,721.95	$ 830.00	$ 164,935.16	$ 170,487.11	$ 132,643.63	$ 4,024.71	$ 2,566.23	$ 31,252.54
Kentucky Aeronautical Commission:								
Appropriation Account	$ ———	$ ———	$ 10,000.00	$ 10,000.00	$ 5,555.51	$ 332.55	$ ———	$ 4,111.94
Revolving Fund Account	———	264.24	———	264.24	———	———	264.24	———
Totals	$ ———	$ 264.24	$ 10,000.00	$ 10,264.24	$ 5,555.51	$ 332.55	$ 264.24	$ 4,111.94
Department of Agriculture:								
Salaries and Clerical Expense	$ 7.30	$ ———	$ 47,500.00	$ 47,507.30	$ 47,175.95	$ 182.76	$ ———	$ 148.59
Dog Law Enforcement	1,877.08	4,483.21	———	6,360.29	2,334.40	———	4,025.89	———
Stockyard Weighmen	2.14	1,607.51	———	1,609.65	865.59	———	744.06	———
Tobacco Warehouse Weighmen	32.65	4,250.00	———	4,282.65	3,651.58	———	631.07	———
State Board of Agriculture:								
Per Diem and Expenses	———	———	20,000.00	20,000.00	19,804.72	77.00	———	118.28
Bang's Disease	222.09	———	20,000.00	20,222.09	14,955.20	307.29	———	4,959.60
4-H Club and Future Farmers	———	———	5,000.00	5,000.00	4,994.16	———	———	5.84
State Fair Board:								
Premiums	———	———	45,000.00	45,000.00	34,732.15	———	———	10,267.85
M and M Building Bonds	———	———	14,000.00	14,000.00	14,000.00	———	———	———
Expenses of Board Members	———	———	750.00	750.00	651.40	———	———	98.60
Construction Account (Revolving)	2,146.55	———	———	2,146.55	———	———	2,146.55	———
Operations (Revolving)	162,981.72	170,041.88	———	333,023.60	128,589.18	———	204,434.42	———
Totals	$ 167,269.53	$ 180,382.60	$ 152,250.00	$ 499,902.13	$ 271,754.33	$ 567.05	$ 211,981.99	$ 15,598.76
Soil Conservation:								
Operations	$ 688.50	$ ———	$ 21,400.00	$ 22,088.50	$ 19,592.23	$ 1,610.23	$ ———	$ 886.04

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Department of Health:								
Department of Health	$ ———	$ ———	$ 155,000.00	$ 155,000.00	$ 154,748.62	$ ———	$ ———	$ 251.38
Prevention of Blindness	———	———	2,500.00	2,500.00	2,500.00	———	———	———
County Health	———	———	350,000.00	350,000.00	350,000.00	———	———	———
Cancer Control	———	———	15,000.00	15,000.00	15,000.00	———	———	———
Julius Marks Sanatorium	———	———	10,000.00	10,000.00	10,000.00	———	———	———
Kenton County Tuberculosis Sanatorium	———	———	7,500.00	7,500.00	7,500.00	———	———	———
Warren County Tuberculosis Sanatorium	———	———	7,500.00	7,500.00	7,500.00	———	———	———
Interest on Bonds	———	———	12,955.00	12,955.00	12,955.00	———	———	———
General Revolving Fund	117,490.42	165,862.98	———	283,353.40	176,526.23	———	106,827.17	———
U.S.P.H. Service Title VI	7,706.91	352,772.95	———	360,479.86	360,479.54	———	.32	———
Maternal and Child Health	267,292.88	806,918.25	———	1,074,211.13	777,046.82	———	297,164.31	———
Veneral Diseases	2,997.58	350,293.92	———	353,291.50	352,937.67	———	353.83	———
V.D. Contribution—Federal	———	92,408.54	———	92,408.54	61,971.27	———	30,437.27	———
Tuberculosis Fund	———	45,855.00	———	45,855.00	45,854.98	———	.02	———
Hazelwood Sanatorium	———	———	88,045.00	88,045.00	88,045.00	———	———	———
Operating Receipts	5,845.56	61,917.37	———	67,762.93	66,796.65	———	966.28	———
Kentucky Crippled Children's Commission	———	———	125,000.00	125,000.00	124,997.21	———	———	2.79
Operating Receipts	———	122,845.23	———	122,845.23	120,117.92	———	2,727.31	———
Totals	$ 401,333.35	$ 1,998,874.24	$ 773,500.00	$ 3,173,707.59	$ 2,734,976.91	$ ———	$ 438,476.51	$ 254.17
Department of Welfare—Institutional:								
Administration—General:								
Office of Commissioner	$ ———	$ ———	$ 4,900.00	$ 4,900.00	$ 4,418.52	$ ———	$ ———	$ 481.48
Fiscal Control and Management	5.00	———	56,000.00	56,005.00	54,708.68	792.85	———	503.47
Sub-Totals	$ 5.00	$ ———	$ 60,900.00	$ 60,905.00	$ 59,127.20	$ 792.85	$ ———	$ 984.95

Hospital and Mental Hygiene:								
Director's Office	$	$	$ 17,913.12	$ 17,913.12	$ 17,691.83	$	$	$ 221.29
Eastern State Hospital	12,883.99		383,150.00	396,033.99	381,608.61	12,305.28		2,120.10
Central State Hospital	16,278.84		437,509.00	453,787.84	419,922.50	29,449.85		4,415.49
Western State Hospital	43,310.61		378,375.00	421,685.61	394,090.84	26,178.15		1,416.62
Kentucky Training Home	15,042.56		222,040.00	237,082.56	221,845.11	12,670.06		2,567.39
Boyle—Mercer Farm			3,150.00	3,150.00	2,730.76			419.24
Sub-Totals	$ 87,516.00	$	$ 1,442,137.12	$ 1,529,653.12	$ 1,437,889.65	$ 80,603.34	$	$ 11,160.13
Corrections:								
Director's Office	$	$	$ 4,186.88	$ 4,186.88	$ 3,636.27	$	$	$ 550.61
Houses of Reform	10,938.59		218,011.00	228,949.59	207,467.85	16,100.11		5,381.63
Reformatory	17,221.75		417,850.00	435,071.75	406,165.56	27,886.44		1,019.75
Penitentiary	12,922.49		296,870.00	309,792.49	282,364.05	24,698.75		2,729.69
Women's Prison	480.42		40,945.00	41,425.42	34,984.72	5,609.50		831.20
Probation and Parole			99,600.00	99,600.00	98,906.78			693.22
Sub-Totals	$ 41,563.25	$	$ 1,077,462.88	$ 1,119,026.13	$ 1,033,525.23	$ 74,294.80	$	$ 11,206.10
Other Activities:								
Kentucky Children's Home	$ 1,046.94	$	$ 106,500.00	$ 107,546.94	$ 99,363.76	$ 7,378.56	$	$ 804.62
Engineering and Construction			73,000.00	73,000.00	72,202.56			797.44
Sub-Totals	$ 1,046.94	$	$ 179,500.00	$ 180,546.94	$ 171,566.32	$ 7,378.56	$	$ 1,602.06
Total General Fund Appropriation	$ 130,131.19	$	$ 2,760,000.00	$ 2,890,131.19	$ 2,702,108.40	$163,069.55	$	$ 24,953.24
Operating Receeipts:								
Eastern State Hospital	$ 63,330.99	$ 38,221.96	$	$ 101,552.95	$ 29,069.62	$	$ 72,483.33	$
Central State Hospital	108,301.70	24,286.05		132,587.75	25,393.78		107,193.97	
Western State Hospital	47,682.90	24,752.39		72,435.29	24,154.33		48,280.91	
Kentucky Training Home	9,831.19	17,931.66		27,762.85	22,743.72		5,019.13	
Boyle—Mercer Farm	6,930.95	6,289.83		13,220.78	6,455.18		6,765.60	
Houses of Reform	94,455.46	(—)42,636.25		51,819.21	13,316.55		38,502.66	
Reformatory	28,926.39	3,937.25		32,863.64	24,771.76		8,091.88	
Penitentiary	23,202.07	15,170.87		38,372.94	20,876.40		17,496.54	
Kentucky Children's Home Society	10,552.00	87,822.26		98,374.26	71,174.69		27,199.57	

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)

Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Dept. of Welfare—Institutional—Cont.								
Metal Stamping Plant	$ 104,161.77	$ 49,960.30	$	$ 154,122.07	$ 39,953.97	$	$ 114,168.10	$
Grand Total—Institutional Funds	$ 627,506.61	$ 225,736.32	$ 2,760,000.00	$ 3,613,242.93	$ 2,980,018.45	$163,069.55	$ 445,201.69	$ 24,953.24
Dept. of Welfare—Public Assistance:								
Administration—General:								
Office of Commissioner	$	$	$ 6,300.00	$ 6,300.00	$ 4,141.88	$	$	$ 2,158.12
Fiscal Control and Management	2,628.08		78,000.00	80,628.08	59,389.46	10,902.92		10,335.70
Sub-Total	$ 2,628.08	$	$ 84,300.00	$ 86,928.08	$ 63,531.34	$ 10,902.92	$	$ 12,493.82
Child Welfare—Director	$	$	$ 42,200.00	$ 42,200.00	$ 42,048.46	$	$	$ 151.54
Public Assistance:								
Old Age Assistance Payments	$	$	$ 3,487,000.00	$ 3,487,000.00	$ 3,473,638.50	$	$	$ 13,361.50
Director's Office			79,350.00	79,350.00	66,853.95			12,496.05
Aid to the Blind			128,720.00	128,720.00	124,235.64			4,484.36
Benefits for Dependent Children			57,800.00	57,800.00	29,666.34	7.98		28,125.68
Aid to Dependent Children			623,000.00	623,000.00	613,243.09			9,756.91
Sub-Totals	$	$	$ 4,375,870.00	$ 4,375,870.00	$ 4,307,637.52	$ 7.98	$	$ 68,224.50
Field Operations	$	$	$ 229,586.82	$ 229,586.82	$ 186,468.47	$	$	$ 43,118.35
Total Public Assistance	$ 2,628.08	$	$ 4,731,956.82	$ 4,734,584.90	$ 4,599,685.79	$ 10,910.90	$	$123,988.21

Operating Receipts and Transfers:								
Federal Grants	$ 8,333.80	$ 53,273.71	$	$ 61,607.51	$ 43,627.74	$	$ 17,979.77	$
Old Age Assistance—Trust Account		6,971,500.00		6,971,500.00	6,946,455.00		25,045.00	
Federal Funds Unmatched	37,578.68	258,018.41		295,597.09			295,597.09	
Aid to Dependent Children—Trust Acc't		1,235,000.00		1,235,000.00	1,226,107.00		8,893.00	
Aid to Dependent Children—Adm'n		37,155.13		37,155.13	40,773.07		(—)3,617.94	
Aid to Dependent Children—Unmatched	51,355.58	(—) 609.55		50,746.03			50,746.03	
Aid to Blind—Trust Account		250,700.00		250,700.00	248,447.00		2,253.00	
Aid to Blind—Adm'n		8,325.10		8,325.10	9,143.04		(—) 817.94	
Aid to Blind—Federal—Unmatched	10,296.26	(—) 3,082.58		7,213.68			7,213.68	
Old Age Assistance—Adm'n	1,878.98	187,188.43		189,067.41	173,661.38		15,406.03	
Enemy Alien Program	485.08	(—) 385.08		100.00			100.00	
Civilian War Assistance	544.48	250.00		794.48	727.12		67.36	
Selective Service Medical Survey		21,286.50		21,286.50	21,286.50			
Total Receipts and Transfers	$ 110,472.86	$ 9,018,620.07	$	$ 9,129,092.93	$ 8,710,227.85	$	$ 418,865.08	$
Depart. of Welfare—Special Accounts:								
Home for Incurables	$	$	$ 15,000.00	$ 15,000.00	$ 15,000.00	$	$	$
Colored Red Cross Hospital			4,000.00	4,000.00	4,000.00			
Conveyance of Lunatics			8,000.00	8,000.00	7,643.28			356.72
Pauper Idiots			75,000.00	75,000.00	61,474.06			13,525.94
Totals	$	$	$ 102,000.00	$ 102,000.00	$ 88,117.34	$	$	$ 13,882.66
Department of Education:								
Administration:								
Supt. of Public Instruction	$ 149.72	$	$ 67,500.00	$ 67,649.72	$ 64,448.78	$ 1,631.50	$	$ 1,569.44
Division of Certification	$ 98.00	$	$ 14,467.21	14,565.21	14,207.49			$ 357.72
Emergency Food Distribution			17,332.79	17,332.79	15,421.32	1,151.72		759.75
State Board of Education			15,000.00	15,000.00	11,903.53	1,084.35		2,012.12
State Textbook Commission			2,000.00	2,000.00	1,908.83			91.17
Totals	$ 247.72	$	$ 116,300.00	$ 116,547.72	$ 107,889.95	$ 3,867.57	$	$ 4,790.20
Common Schools:								
Equalization Fund	$	$	$ 1,500,000.00	$ 1,500,000.00	$ 1,499,855.96	$	$	$ 144.04
Per Capita Fund			13,500,000.00	13,500,000.00	13,492,280.40			7,719.60

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Dept. of Education—Cont.								
Teachers Retirement	$ ———	$ ———	$ 799,000.00	$ 799,000.00	$ 799,000.00	$ ———	$ ———	$ ———
Free Textbooks	1,614.68	———	500,000.00	501,614.68	345,688.28	155,926.40	———	———
Totals	$ 1,614.68	$ ———	$16,299,000.00	$16,300,614.68	$16,136,824.64	$155,926.40	$ ———	$ 7,863.64
Vocational Education:								
Vocational Education	$ ———	$ ———	$ 250,000.00	$ 250,000.00	$ 192,794.89	$ 233.00	$ ———	$ 56,972.11
Extended School Service	———	852,554.64	———	852,554.64	852,554.64	———	———	———
George-Deen Fund	41,537.33	353,179.37	———	394,716.70	338,442.56	———	56,274.14	———
Smith-Hughes Fund	12,319.75	148,560.78	———	160,880.53	136,140.73	———	24,739.80	———
Vcational Education—Defense Workers	71,155.50	252,145.50	———	323,301.00	311,353.22	———	11,947.78	———
Vocational Education—War Training	839.43	23,174.96	———	24,014.39	13,381.33	———	10,633.06	———
Vocational Education—War Training	10,633.06	(—)10,633.06	———	———	———	———	———	———
Vocational Education—Rural War Production	12,031.07	299,405.76	———	311,436.83	294,250.40	———	17,186.43	———
Out-of-School Youth Defense (Prior Year)	45,421.78	(—)13,585.03	———	31,836.75	29,196.76	———	2,639.99	———
National Defense Equipment	5,979.23	3,275.81	———	9,255.04	6,531.89	———	2,723.15	———
National Defense Equipment (Prior Year)	3,416.68	(—) 3,416.68	———	———	———	———	———	———
National Defense—Rental	———	540.00	———	540.00	100.00	———	440.00	———
Itinerant Teachers	1,030.15	2,786.35	———	3,816.50	2,930.44	———	886.06	———
Totals	$ 204,363.98	$ 1,907,988.40	$ 250,000.00	$ 2,362,352.38	$ 2,177,676.86	$ 233.00	$ 127,470.41	$ 56,972.11
Vocational Rehabilitation:								
Vocational Rehabilitation	$ ———	$ ———	$ 61,000.00	$ 61,000.00	$ 61,000.00	$ ———	$ ———	$ ———

Federal Funds	9,541.33	166,033.86		175,575.19	142,484.53		33,090.66	
Private Funds	930.35	185.00		1,115.35	73.37		1,041.98	
Totals	$ 10,471.68	$ 166,218.86	$ 61,000.00	$ 237,690.54	$ 203,557.90	$	$ 34,132.64	$
Special Funds:								
General Education Board	$ 3,089.80	$ 6,410.44	$	$ 9,500.24	$ 6,077.53	$	$ 3,422.71	$
Jeannes Fund	170.79	1,099.21		1,270.00	737.47		532.53	
W. L. Kellogg Foundation		12,420.00		12,420.00	7,283.12		5,136.88	
Totals	$ 3,260.59	$ 19,929.65	$	$ 23,190.24	$ 14,098.12	$	$ 9,092.12	$
Vocational Training Schools:								
Mayo Voc. Training School	$	$	$ 30,000.00	$ 30,000.00	$ 28,279.84	$ .79	$	$ 1,719.37
Operating Receipts	2,299.09	3,400.00		5,699.09	4,131.91		1,567.18	
Northern Ky. Voc. Training School			1,000.00	1,000.00	940.41	36.26		23.33
W. Kentucky Voc. Training School			48,250.00	48,250.00	46,347.12	978.00		924.88
Operating Receipts	5,638.03	7,472.50		13,110.53	5,099.74		8,010.79	
Totals	$ 7,937.12	$ 10,872.50	$ 79,250.00	$ 98,059.62	$ 84,799.02	$ 1,015.05	$ 9,577.97	$ 2,667.58
Higher Education for Negroes:								
Kentucky State College for Negroes	$	$	$ 150,000.00	$ 150,000.00	$ 149,093.94	$ 896.16	$	$ 9.90
Operating Receipts	2,088.34	75,826.13		77,914.47	66,975.13		10,939.34	
Athletics	82.47	2,879.61		2,962.08	2,843.61		118.47	
Bankhead-Jones Fund		7,609.17		7,609.17	7,609.17			
Morrill-Nelson Fund		8,505.50		8,505.50	7,877.75		627.75	
Smith-Hughes Fund	22.35			22.35	(—) 1,799.90		1,822.25	
Private Grant	3,010.47			3,010.47			3,010.47	
Lincoln Institute			42,000.00	42,000.00	42,000.00			
Lincoln Institute—Receipts	3,765.89	11,818.07		15,583.96	12,699.98		2,883.98	
Lincoln Institute—Special		750.00		750.00	750.00			
College Tuition for Negroes			7,000.00	7,000.00	5,938.01			1,061.99
Totals	$ 8,969.52	$ 107,388.48	$ 199,000.00	$ 315,358.00	$ 293,987.69	$ 896.16	$ 19,402.26	$ 1,071.89

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Dept. of Education—Cont.								
School for the Blind:								
School for the Blind (White)	$	$	$ 82,000.00	$ 82,000.00	$ 81,917.48	$ 35.54	$	$ 46.98
School for the Blind (Colored)			9,300.00	9,300.00	9,280.09			19.91
Workshop for Adult Blind			14,800.00	14,800.00	14,787.53			12.47
Operating Receipts	46,954.37	50,656.94		97,611.31	22,599.36		75,011.95	
Federal Rehabilitation	.01			.01			.01	
Totals	$ 46,954.38	$ 50,656.94	$ 106,100.00	$ 203,711.32	$ 128,584.46	$ 35.54	$ 75,011.96	$ 79.36
Kentucky School for the Deaf:								
White Department	$ 634.20	$	$ 145,000.00	$ 145,634.20	$ 141,321.30	$ 1,541.58	$	$ 2,771.32
Colored Department			9,000.00	9,000.00	8,643.36	2.80		353.84
Operating Receipts	1,259.26	2,294.44		3,553.70	2,344.74		1,208.96	
Sale of Property		600.00		600.00	425.00		175.00	
Totals	$ 1,893.46	$ 2,894.44	$ 154,000.00	$ 158,787.90	$ 152,734.40	$ 1,544.38	$ 1,383.96	$ 3,125.16
University of Kentucky:								
Division of Colleges	$ 3,757.45	$	$ 1,027,900.00	$ 1,031,657.45	$ 1,021,245.52	$ 10,069.03	$	$ 342.90
College of Agriculture			26,400.00	26,400.00	26,400.00			
Summer School			11,000.00	11,000.00	11,000.00			
Experiment Station	1,360.34		55,000.00	56,360.34	56,360.28			.06
Tobacco Research			7,500.00	7,500.00	7,423.46	76.34		.20
Service Laboratories	291.32		23,100.00	23,391.32	23,390.13			1.19
Nursery Inspection			2,000.00	2,000.00	2,000.00			
Princeton Sub-Station			17,600.00	17,600.00	17,598.25			1.75
Quicksand Sub-Station			17,600.00	17,600.00	17,599.99			.01
Agricultural Extension			170,500.00	170,500.00	170,500.00			

Horticulture	150.00	———	10,000.00	10,150.00	9,896.83	163.68	———	89.49
Repairs to Buildings	———	———	33,000.00	33,000.00	33,000.00	———	———	———
Library Equipment	537.76	———	11,000.00	11,537.76	11,428.79	20.00	———	88.97
Scientific Laboratory Equipment	1,244.14	———	22,000.00	23,244.14	19,330.94	3,833.45	———	79.75
Engineering Equipment	472.74	———	22,000.00	22,472.74	22,009.55	352.16	———	111.03
Home Economics Equipment	———	———	11,000.00	11,000.00	10,451.72	462.00	———	86.28
Strawberry Marketing	———	———	1,500.00	1,500.00	1,500.00	———	———	———
Research in Coal	5,863.80	———	8,250.00	14,113.80	7,879.65	6,234.00	———	.15
Operating Receipts:								
Division of Colleges	67,876.67	411,082.76	———	478,959.43	260,770.84	———	218,188.59	———
Experiment Station	138,114.45	281,460.96	———	419,575.41	248,873.39	———	170,702.02	———
Exp. Station—Suspense Fund	65,000.00	———	———	65,000.00	8,168.95	———	56,831.05	———
Exp. Station—Post War Adj. Exp.	60,000.00	———	———	60,000.00	———	———	60,000.00	———
Exp. Sta'n—Repairs, New Equipment	———	109,958.00	———	109,958.00	———	———	109,958.00	———
Bankhead-Jones Fund (Fed.)	———	44,867.87	———	44,867.87	44,867.87	———	———	———
Morrill-Nelson Fund (Fed.)	———	51,394.50	———	51,394.50	51,394.50	———	———	———
Totals	$ 344,668.67	$ 898,764.09	$ 1,477,350.00	$ 2,720,782.76	$ 2,083,090.66	$ 21,210.66	$ 615,679.66	$ 801.78
State Teachers Colleges:								
Eastern State Teachers College	$ 2,058.69	$ ———	$ 280,000.00	$ 282,058.69	$ 281,287.36	$ 671.11	$ ———	$ 100.22
Operating Receipts	116,639.66	107,544.66	———	224,184.32	90,341.61	———	133,842.71	———
Athletics	5,552.57	1,995.85	———	7,548.42	3,983.72	———	3,564.70	———
Morehead State Teachers College	———	———	234,000.00	234,000.00	233,992.87	7.13	———	———
Operating Receipts	8,498.96	140,480.98	———	148,979.94	132,388.14	———	16,591.80	———
Science Building	5,600.00	(—) 180.01	———	5,419.99	———	———	5,419.99	———
Int. and Bond Sinking Fund	220.00	7,860.00	———	8,080.00	7,960.00	———	120.00	———
Athletics	3,770.69	3,974.49	———	7,745.18	3,286.68	———	4,458.50	———
Murray State Teachers College	438.42	———	254,000.00	254,438.42	254,398.27	———	———	40.15
Operating Receipts	46,640.11	338,971.53	———	385,611.64	315,167.83	———	70,443.81	———
Athletics	8,291.03	11,830.31	———	20,121.34	16,739.26	———	3,382.08	———
Scholarship Malaria Control	———	2,150.00	———	2,150.00	2,150.00	———	———	———
Western State Teachers College	709.62	———	365,000.00	365,709.62	364,969.14	———	———	740.48
Operating Receipts	250,410.20	103,462.09	———	353,872.29	78,523.19	———	275,349.10	———
Athletics	8,027.68	8,148.72	———	16,176.40	5,010.10	———	11,166.30	———
Totals	$ 456,857.63	$ 726,238.62	$ 1,133,000.00	$ 2,316,096.25	$ 1,790,198.17	$ 678.24	$ 524,338.99	$ 880.85

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Library and Archives:								
Law Librarian	$	$	$ 15,000.00	$ 15,000.00	$ 10,937.91	$ 632.66	$	$ 3,429.43
Law Library Books			6,100.00	6,100.00	5,558.74	12.00		529.26
Library Sales Account			9,950.00	9,950.00	4,186.74			5,763.26
Distribution of Books			1,250.00	1,250.00	1,159.39			90.61
Library Extension Division			20,000.00	20,000.00	19,937.00			63.00
Operating Receipts	412.85	306.89		719.74	535.19		184.55	
Board of Certification	211.65			211.65	12.14		199.51	
Kentucky Historical Society			10,875.00	10,875.00	10,873.75			1.25
Operating Receipts	625.99	1,422.32		2,048.31	1,273.35		774.96	
Stephenson Fund	306.16	144.21		450.37	86.40		363.97	
Totals	$ 1,556.65	$ 1,873.42	$ 63,175.00	$ 66,605.07	$ 54,560.61	$ 644.66	$ 1,522.99	$ 9,876.81
Department of Business Regulations:								
Division of Athletic Control	$	$	$ 4,000.00	$ 4,000.00	$ 3,972.96	$	$	$ 27.04
Division of Insurance	940.00		45,000.00	45,940.00	34,079.05			11,860.95
Fire Prevention and Rates	22.75	109,329.26		109,352.01	75,440.98		33,911.03	
Suspense	94,507.26	3,559.17		98,066.43			98,066.43	
Ins. Examiners Expense	2.00	47,985.53		47,987.53	47,985.53		2.00	
Lou. Securities Office	40.67	3,600.00		3,640.67	3,336.96		303.71	
Division of Securities			7,000.00	7,000.00	6,846.58			153.42
Div. of Motor Transportation		60,000.00		60,000.00	55,407.35		4,592.65	
Continued Appropriation	395.00			395.00	335.47		59.53	
Totals	$ 95,907.68	$ 224,473.96	$ 56,000.00	$ 376,381.64	$ 227,404.88	$	$ 136,935.35	$ 12,041.41
Professional Boards:								
Supervision	$ 565.07	$	$	$ 565.07	$ (—) 322.44	$	$ 887.51	$

Accountancy	891.17	1,615.00		2,506.17	1,475.67		1,030.50	
Architects	143.64	1,428.66		1,572.30	1,525.94		46.36	
Barbers and Beauticians	1,901.76	29,302.00		31,203.76	21,741.08		9,462.68	
Chiropractic Examiners	4,821.95	2,556.00		7,377.95	1,801.24		5,576.71	
Dental Examiners	4,724.88	5,596.00		10,320.88	4,463.31		5,857.57	
Embalmers	3,686.71	11,710.50		15,397.21	11,606.16		3,791.05	
Pharmacy	2,779.37	8,633.00		11,412.37	7,389.97		4,022.40	
Pharmacy—Prophylactic	8,130.35	3,000.00		11,130.35	7,157.07		3,973.28	
Trained Nurses	23,404.92	16,066.00		39,470.92	12,416.24		27,054.68	
Veterinary Examiners	221.26	525.00		746.26	499.64		246.62	
Professional Engineers	19,771.12	6,693.80		26,464.92	5,374.73		21,090.19	
Kentucky Real Estate Commission	2,974.94	4,830.00		7,804.94	3,320.97		4,483.97	
Totals	$ 74,017.14	$ 91,955.96	$	$ 165,973.10	$ 78,449.58	$	$ 87,523.52	$
Department of Banking:								
Banking and Small Loans	$	$	$ 45,000.00	$ 45,000.00	$ 44,956.40	$	$	$ 43.60
Operating Receipts	13,273.29	31,619.73		44,893.02	18,038.25		26,854.77	
Totals	$ 13,273.29	$ 31,619.73	$ 45,000.00	$ 89,893.02	$ 62,994.65	$	$ 26,854.77	$ 43.60
Public Service Commission:								
Operating Receipts	$ 161,897.16	$ 59,471.18	$	$ 221,368.34	$ 60,952.65	$	$ 160,415.69	$
Kentucky Real Estate Board:								
Public Property Fund	$ 3,380.25	$	$	$ 3,380.25	$	$	$ 3,380.25	$
Sale of Welfare Property	8,750.00			8,750.00			8,750.00	
Totals	$ 12,130.25	$	$	$ 12,130.25	$	$	$ 12,130.25	$
Department of Industrial Relations:								
Office of Commissioner	$	$	$ 8,000.00	$ 8,000.00	$ 6,143.25	$	$	$ 1,856.75
Wage Hours—Women and Minors	328.07		35,000.00	35,328.07	26,601.92	119.50		9,106.65
Unemployment Compensation—Adm'n	34,268.10	1,591.77		35,859.87	32,301.17		3,558.70	
Suspense Account	157,715.58	80,730.75		238,446.33			238,446.33	
State Account		364,209.15		364,209.15	324,339.44		39,869.71	
Merit System (U.C. Share)	1,150.19	(—) 1,150.19						
Merit System—Adm'n		5,771.00		5,771.00	3,370.08		2,400.92	

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1945

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1945-1946	Balance Sept. 30, 1945	
							Revolving Fund	General Fund
Dept. of Industrial Relations—Cont.								
Workmen's Compensation Board	$ 158,387.42	$ 9,347.55	$	$ 167,734.97	$ 79,156.39	$	$ 88,578.58	$
Veterans' Unemployment—Benefits		386,071.00		386,071.00	386,031.00		40.00	
Veterans' Unemployment—Adm'n		17,040.92		17,040.92	17,040.92			
Totals	$ 352,349.36	$ 863,611.95	$ 43,000.00	$ 1,258,961.31	$ 874,984.17	$ 119.50	$ 372,894.24	$ 10,963.40
Department of Mines and Minerals:								
Coal Mining	$	$	$ 40,000.00	$ 40,000.00	$ 39,854.65	$	$	$ 145.35
Geology			14,000.00	14,000.00	13,955.44			44.56
Geology—Receipts	2,775.76	2,207.72		4,983.48	1,282.53		3,700.95	
Coal Mining—Receipts	2,273.52	2,223.50		4,497.02	2,256.40		2,240.62	
Geology—Private Donations		1,700.00		1,700.00	1,700.00			
Totals	$ 5,049.28	$ 6,131.22	$ 54,000.00	$ 65,180.50	$ 59,049.02	$	$ 5,941.57	$ 189.91
Railroad Commission:								
Railroad Commission	$	$	$ 24,000.00	$ 24,000.00	$ 19,282.65	$ 260.03	$	$ 4,457.32
Railroad Commission—Attorney General			7,000.00	7,000.00	6,867.34			132.66
Totals	$	$	$ 31,000.00	$ 31,000.00	$ 26,149.99	$ 260.03	$	$ 4,589.98
Alcoholic Beverage Control Board:	$	$	$ 96,744.78	$ 96,744.78	$ 82,737.10	$ 292.97	$	$ 13,714.71
Allotments Not Otherwise Classified:								
Overton Appropriation	$	$	$ 600.00	$ 600.00	$ 50.00	$	$	$ 550.00
Money Refunded			6,950.00	6,950.00	5,999.20			950.80
Confiscated Alcoholic Beverages			446.61	446.61	437.72			8.89
Bonds of Elective Officers			1,500.00	1,500.00	1,140.00			360.00

Refunds—Alcoholic Bev. License					187.50			(—) 187.50
Judgments			10,000.00	10,000.00	7,939.25			2,060.75
Judgments—Special			466.00	466.00	466.00			
Interest on Land Grant Bonds			9,900.00	9,900.00	9,900.00			
Frankfort Cemetery			250.00	250.00	250.00			
Statutes and Codes for Courts			1,500.00	1,500.00	1,374.00			126.00
Totals	$	$	$ 31,612.61	$ 31,612.61	$ 27,743.67	$	$	$ 3,868.94
Grand Totals (Not including County Fees)	$5,156,558.13	$17,861,727.50	$32,782,694.88	$55,800,980.51	$49,317,536.61	$726,684.79	$4,797,643.03	$959,116.08

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Legislature:								
General Assembly	$ 12,725.00	$	$ 275,000.00	$ 287,725.00	$ 248,130.18	$ 15,574.20	$	$ 24,020.62
Legislative Council			18,500.00	18,500.00	18,078.23			421.77
Lieutenant Governor			1,000.00	1,000.00	716.50	33.50		250.00
Council of State Governments			250.00	250.00	250.00			
Totals	$ 12,725.00	$	$ 294,750.00	$ 307,475.00	$ 267,174.91	$ 15,607.70	$	$ 24,692.39
Judiciary and Court Costs:								
Board of Bar Examiners	$	$	$ 6,000.00	$ 6,000.00	$ 5,644.89	$	$	$ 355.11
Operating Receipts		1,135.00		1,135.00			1,135.00	
Court of Appeals	1,318.34		38,250.00	39,568.34	34,819.17	4,560.78		188.39
Clerk of Court of Appeals			17,500.00	17,500.00	16,404.11			1,095.89
Judicial Council			800.00	800.00	800.00			
Clerks' Services			105,000.00	105,000.00	91,894.34			13,105.66
Criminal Prosecutions			340,000.00	340,000.00	287,710.18			52,289.82
Jury Commissioners			4,000.00	4,000.00	3,360.00			640.00
Trustee of Jury Fund			404,000.00	404,000.00	364,530.28			39,469.72
Commissions on Fines and Forfeitures			447,000.00	447,000.00	439,939.39			7,060.61
Fugitives from Justice			4,500.00	4,500.00	4,487.03			12.97
County Patrol—Sheriffs			133,750.00	133,750.00	133,342.51			407.49
Salaries—Judges and Com'wealth Att'ys			290,000.00	290,000.00	279,367.40			10,632.60
Totals	$ 1,318.34	$ 1,135.00	$ 1,790,800.00	$ 1,793,253.34	$ 1,662,299.30	$ 4,560.78	$ 1,135.00	$125,258.26
Governor:								
Regular Accounts:								
Governor	$	$	$ 23,491.91	$ 23,491.91	$ 22,573.60	$	$	$ 918.31
Executive Cabinet			4,000.00	4,000.00	3,000.00			1,000.00

Contingent Fund			6,000.00	6,000.00	6,000.00			
Totals	$	$	$ 33,491.91	$ 33,491.91	$ 31,573.60	$	$	$ 1,918.31
Special Accounts:								
Repairs and Capital Outlay	$ 241,451.49	$	$	$ 241,451.49	$ 163,325.42	$ 75,310.82	$	$ 2,815.25
Welfare—Special			125,000.00	125,000.00	72,671.08	52,193.97		134.95
Equipment—Welfare Inst.	3,603.48			3,603.48	2,228.98	760.28		614.22
Totals	$ 245,054.97	$	$ 125,000.00	$ 370,054.97	$ 238,225.48	$128,265.07	$	$ 3,564.42
Secretary of State:								
Secretary of State	$	$	$ 21,465.46	$ 21,465.46	$ 21,412.72	$	$	$ 52.74
Land Office			1,200.00	1,200.00	1,155.00			45.00
Absentee Voting Law			500.00	500.00	374.54			125.46
Process Agents		7,500.00		7,500.00	7,500.00			
Corporations		7,500.00		7,500.00	7,486.29		13.71	
Totals	$	$ 15,000.00	$ 23,165.46	$ 38,165.46	$ 37,928.55	$	$ 13.71	$ 223.20
Special Police Officers:								
Railroad Policemen	$ 852.72	$ 155.00	$	$ 1,007.72	$	$	$ 1,007.72	$
National Defense Officers	256.39	28.00		284.39			284.39	
Totals	$ 1,109.11	$ 183.00	$	$ 1,292.11	$	$	$ 1,292.11	$
Department of Law:								
Attorney General	$	$	$ 46,300.00	$ 46,300.00	$ 44,721.46	$ 340.27	$	$ 1,238.27
Cost of Suits			5,000.00	5,000.00	700.32			4,299.68
Statute Revision Committee			15,600.00	15,600.00	15,556.19			43.81
Totals	$	$	$ 66,900.00	$ 66,900.00	$ 60,977.97	$ 340.27	$	$ 5,581.76
Department of the Treasury:								
State Treasurer	$ 912.25	$	$ 34,500.00	$ 35,412.25	$ 35,315.97	$	$	$ 96.28
Custodian of Securities			600.00	600.00	600.00			
Totals	$ 912.25	$	$ 35,100.00	$ 36,012.25	$ 35,915.97	$	$	$ 96.28

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)

Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Auditor of Public Accounts:								
Auditor of Public Accounts	$ 1,552.67	$	$ 37,500.00	$ 39,052.67	$ 38,180.54	$ 258.05	$	$ 614.08
County Audits		11,940.68		11,940.68	11,701.30		239.38	
Auditor of Public Accounts		357.00		357.00	353.20		3.80	
Totals	$ 1,552.67	$ 12,297.68	$ 37,500.00	$ 51,350.35	$ 50,235.04	$ 258.05	$ 243.18	$ 614.08
Department of Finance:								
Commissioner's Office	$	$	$ 11,000.00	$ 11,000.00	$ 9,577.16	$	$	$ 1,422.84
Division of the Budget			15,500.00	15,500.00	15,001.58			498.42
Division of Personnel Efficiency			20,600.00	20,600.00	19,653.44	734.38		212.18
Division of Accounts and Control	3,059.75		52,500.00	55,559.75	52,140.16	1,775.10		1,644.49
Division of Purchases	190.25		50,400.00	50,590.25	49,716.66	651.05		222.54
Merit System			2,000.00	2,000.00	2,000.00			
Division of Public Properties	1,650.40		199,715.00	201,365.40	159,209.53	12,620.37		29,535.50
Totals	$ 4,900.40	$	$ 351,715.00	$ 356,615.40	$ 307,298.53	$ 15,780.90	$	$ 33,535.97
Other Finance Allotments:								
Public Printing	$	$	$ 16,000.00	$ 16,000.00	$ 15,310.37	$ 30.30	$	$ 659.33
Public Record Books			64,500.00	64,500.00	54,189.91			10,310.09
Registration Books			500.00	500.00				500.00
Paper for Ballots and Gen. Assembly	3.75		18,400.00	18,403.75	18,213.47			190.28
Paper—Revolving	5,650.78		20,000.00	25,650.78	4,055.22	12,828.29		8,767.27
Postage—Revolving			10,000.00	10,000.00	(—) 1,851.97			11,851.97
Confederate Pensions			95,000.00	95,000.00	62,303.00			32,697.00
New Lands and Buildings			213,500.00	213,500.00	127,500.30	81,710.60		4,289.10

Continued Appropriation	76,685.27			76,685.27	45,566.35	31,118.92		
Totals	$ 82,339.80	$	$ 437,900.00	$ 520,239.80	$ 325,286.65	$125,688.11	$	$ 69,265.04
Department of Revenue:								
Office of Commissioner	$	$	$ 17,950.00	$ 17,950.00	$ 17,743.87	$	$	$ 206.13
Property Taxation			6,435.00	6,435.00	5,012.08			1,422.92
Income Taxes	1,587.07		37,875.00	39,462.07	38,286.58	220.40		955.09
Excise Taxes	5,382.00		53,025.00	58,407.00	58,102.39			304.61
Service Division	3,267.16		204,105.00	207,372.16	198,495.27	5,957.67		2,919.22
Research and Statistics	2.78		9,035.00	9,037.78	8,525.29	7.95		504.54
Local Relations			16,925.00	16,925.00	16,529.93			395.07
Escheats			9,650.00	9,650.00	9,355.14			294.86
Gasoline Tax		38,900.00		38,900.00	38,427.90		472.10	
Gasoline Tax Refund Exp.		50,000.00		50,000.00	8,637.18		41,362.82	
Automobile Division		81,400.00		81,400.00	81,360.93		39.07	
Continued Allotment	7,264.95			7,264.95	5,599.89		1,665.06	
Operators' Licenses	22,717.23	32,674.93		55,392.16	39,010.06		16,382.10	
Totals	$ 40,221.19	$ 202,974.93	$ 355,000.00	$ 598,196.12	$ 525,086.51	$ 6,186.02	$ 59,921.15	$ 7,002.44
Other Revenue Activities:								
County Tax Commissioners	$	$	$ 435,000.00	$ 435,000.00	$ 417,201.55	$	$	$ 17,798.45
County Board of Supervisors			19,500.00	19,500.00	19,080.50			419.50
Distilled Spirits and Wine	19,877.18			19,877.18	475.00		19,402.18	
Revenue Agents (Old Law)	1,202.39			1,202.39	192.53		1,009.86	
Back Tax Section (New Law)	46,910.12	38,895.22		85,805.34	56,146.62		29,658.72	
Gross Receipts Tax—County Share	770.59	.06		770.65			770.65	
½ Truck License—County Share	700,268.83	807,445.98		1,507,714.81	694,802.40		812,912.41	
Suspense Account	32,701.46	5,465.70		38,167.16	16,368.65		21,798.51	
Totals	$ 801,730.57	$ 851,806.96	$ 454,500.00	$ 2,108,037.53	$ 1,204,267.25	$	$ 885,552.33	$ 18,217.95
Elections:								
Board of Election Commissioners	$	$	$ 500.00	$ 500.00	$ 299.24	$	$	$ 200.76
Board of Registration and Purgation			500.00	500.00	490.90			9.10
Totals	$	$	$ 1,000.00	$ 1,000.00	$ 790.14	$	$	$ 209.86

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Department of Conservation:								
Office of Commissioner	$ 403.20	$	$ 6,750.00	$ 7,153.20	$ 4,039.87	$ 3,072.80	$	$ 40.53
Division of State Parks	8,631.58	137,642.31		146,273.89	135,005.31		11,268.58	
Federal Admission Tax	194.04	5,946.75		6,140.79	6,498.79		(—) 358.00	
Pennyrile Park	64.40			64.40			64.40	
Levi Jackson—Private Grant	5,040.00	2,500.00		7,540.00			7,540.00	
Levi Jackson-James M. Feltner	6,626.00	643.34		7,269.34			7,269.34	
Land Grants	2,800.00			2,800.00			2,800.00	
My Old Kentucky Home—Investments	33.65	177.45		211.10			211.10	
My Old Kentucky Home—Special	484.92			484.92			484.92	
My Old Kentucky Home			9,000.00	9,000.00	8,999.99		.01	
General Appropriation			25,000.00	25,000.00	25,000.00			
Lincoln Homestead			4,800.00	4,800.00	4,799.15		.85	
Cumberland Gap National Park			75,000.00	75,000.00	74,999.94		.06	
Division of Forestry			50,000.00	50,000.00	49,999.99		.01	
Operating Receipts	10,767.86	76,463.54		87,231.40	75,127.03		12,104.37	
Division of Publicity			17,500.00	17,500.00	17,379.28	109.35		11.37
Operating Receipts	7,752.72	14,940.53		22,693.25	11,704.38		10,988.87	
Totals	$ 42,798.37	$ 238,313.92	$ 188,050.00	$ 469,162.29	$ 413,553.73	$ 3,182.15	$ 52,374.51	$ 51.90
Game and Fish Commission:								
Game and Fish Fund	$ 102,214.29	$ 383,234.20	$	$ 485,448.49	$ 425,633.90	$	$ 59,814.59	$
Special Fund	23,737.08			23,737.08			23,737.08	
Suspense Fund	50,000.00			50,000.00			50,000.00	
Totals	$ 175,951.37	$ 383,234.20	$	$ 559,185.57	$ 425,633.90	$	$ 133,551.67	$

Military Department:								
Adjutant General	$	$	$ 15,596.50	$ 15,596.50	$ 15,293.77	$	$	$ 302.73
Veterans' Division	147.50		75,500.00	75,647.50	65,387.04			10,260.46
Division of Armories	3,150.20		42,000.00	45,150.20	39,664.62	372.50		5,113.08
Kentucky Active Militia	332.55		10,403.50	10,736.05	10,536.69			199.36
Civil Defense	727.01		2,000.00	2,727.01	2,612.29			114.72
Industrial Peace Officers	2,566.23	645.00		3,211.23	1,604.39		1,606.84	
Totals	$ 6,923.49	$ 645.00	$ 145,500.00	$ 153,068.49	$ 135,098.80	$ 372.50	$ 1,606.84	$ 15,990.35
Kentucky Aeronautical Commission:								
Ky. Aeronautical Commission	$	$	$ 15,100.00	$ 15,100.00	$ 14,835.78	$	$	$ 264.22
Operating Receipts	264.24	125.00		389.24	253.30		135.94	
Totals	$ 264.24	$ 125.00	$ 15,100.00	$ 15,489.24	$ 15,089.08	$	$ 135.94	$ 264.22
Department of Agriculture:								
A. Commissioner:								
Salaries and Clerical	$ 182.76	$	$ 47,500.00	$ 47,682.76	$ 47,663.40	$	$	$ 19.36
Dog Law Enforcement	4,025.89	4,234.29		8,260.18	6,835.51		1,424.67	
Stockyard Weighmen	744.06	1,541.70		2,285.76	1,707.59		578.17	
Tobacco Warehouse Weighmen	631.07	4,425.00		5,056.07	4,813.40		242.67	
Totals	$ 5,583.78	$ 10,200.99	$ 47,500.00	$ 63,284.77	$ 61,019.90	$	$ 2,245.51	$ 19.36
B. State Board of Agriculture:								
Per Diem and Expenses	$ 77.00	$	$ 20,000.00	$ 20,077.00	$ 19,830.08	$	$	$ 246.92
Bang's Disease	307.29		20,000.00	20,307.29	16,068.55			4,238.74
Boys' and Girls' Club			5,000.00	5,000.00	5,000.00			
Totals	$ 384.29	$	$ 45,000.00	$ 45,384.29	$ 40,898.63	$	$	$ 4,485.66
C. State Fair Board:								
Premiums	$	$	$ 45,000.00	$ 45,000.00	$ 45,000.00	$	$	$
M. and M. Building			14,000.00	14,000.00	14,000.00			
Board Expenses			750.00	750.00	529.15			220.85
Construction	2,146.55			2,146.55			2,146.55	

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Agriculture—Cont.								
Operations	$ 204,434.42	$ 186,687.83	$	$ 391,122.25	$ 153,040.96	$	$ 238,081.29	$
Totals	$ 206,580.97	$ 186,687.83	$ 59,750.00	$ 453,018.80	$ 212,570.11	$	$ 240,227.84	$ 220.85
Soil Conservation Committee:	$ 1,610.23	$	$ 21,400.00	$ 23,010.23	$ 22,269.06	$ 634.69	$	$ 106.48
Department of Health:								
Department of Health	$	$	$ 155,000.00	$ 155,000.00	$ 154,977.80	$ 21.00	$	$ 1.20
Prevention of Blindness			2,500.00	2,500.00	2,500.00			
County Health			350,000.00	350,000.00	350,000.00			
Cancer Control			15,000.00	15,000.00	15,000.00			
Julius Marks Sanatorium			10,000.00	10,000.00	10,000.00			
Kenton County Tuberculosis Sanatorium			7,500.00	7,500.00	7,499.91			.09
Warren County Tuberculosis Sanatorium			7,500.00	7,500.00	7,500.00			
Operating Receipts	106,827.17	142,360.32		249,187.49	166,166.87		83,020.62	
U. S. Public Health Service Title VI	.32	327,300.00		327,300.32	324,323.15		2,977.17	
Maternal and Child Health	297,164.31	(—)51,320.49		245,843.82	207,577.22		38,266.60	
Veneral Disease	353.83	337,893.00		338,246.83	335,022.85		3,223.98	
V. D. Contribution	30,437.27			30,437.27	30,437.27			
Tuberculosis Fund	.02	167,006.00		167,006.02	155,741.76		11,264.26	
Maternity and Infant Care		763,159.49		763,159.49	527,189.03		235,970.46	
Louisville and Jefferson Co. R. T. Center		37,822.00		37,822.00	37,822.00			
Kentucky V. D. R. T. Center		124,014.00		124,014.00	123,486.90		527.10	
Hazelwood Sanatorium			277,615.00	277,615.00	177,670.05	66,594.86		33,350.09
Operating Receipts	966.28	54,177.41		55,143.69	13,175.14		41,968.55	
Interest on Bonds			12,785.00	12,785.00	12,785.00			
Ky. Crippled Children Comm.			125,000.00	125,000.00	124,921.00			79.00

Receipts	2,727.31	165,607.43	———	168,334.74	141,936.29	———	26,398.45	———
Totals	$ 438,476.51	$ 2,068,019.16	$ 962,900.00	$ 3,469,395.67	$ 2,925,732.24	$ 66,615.86	$ 443,617.19	$ 33,430.38
Department of Welfare—Institutional:								
A. Administration—General:								
Office of Commissioner	$ ———	$ ———	$ 8,500.00	$ 8,500.00	$ 5,190.96	$ ———	$ ———	$ 3,309.04
Fiscal Control and Management	792.85	———	64,000.00	64,792.85	61,919.47	684.41	———	2,188.97
Division of Personnel	———	———	9,791.27	9,791.27	9,791.27	———	———	———
Sub-Total	$ 792.85	$ ———	$ 82,291.27	$ 83,084.12	$ 76,901.70	$ 684.41	$ ———	$ 5,498.01
B. Hospitals and Mental Hygiene:								
Director's Office	$ ———	$ ———	$ 22,000.00	$ 22,000.00	$ 19,237.81	$ ———	$ ———	$ 2,762.19
Eastern State Hospital	12,305.28	———	366,725.00	379,030.28	365,132.21	12,916.64	———	981.43
Operating Receipts	72,483.33	(—) 3,394.56	———	69,088.77	65,215.81	———	3,872.96	———
Central State Hospital	29,449.85	———	374,425.00	403,874.85	387,316.33	11,992.66	———	4,565.86
Operating Receipts	107,193.97	(—)39,257.21	———	67,936.76	65,934.89	———	2,001.87	———
Western State Hospital	26,178.15	———	366,240.00	392,418.15	385,136.43	8,443.13	———	(—)1,161.41
Operating Receipts	48,280.91	22,474.98	———	70,755.89	65,045.33	———	5,710.56	———
Kentucky Training Home	12,670.06	———	203,295.00	215,965.06	212,253.87	3,877.95	———	(—) 166.76
Operating Receipts	5,019.13	43,764.31	———	48,783.44	47,322.34	———	1,461.10	———
Kentucky State Hospital	———	———	250,000.00	250,000.00	187,364.73	37,006.94	———	25,628.33
Operating Receipts	6,765.60	8,013.54	———	14,779.14	12,585.97	———	2,193.17	———
Sub-Total	$ 320,346.28	$ 31,601.06	$ 1,582,685.00	$ 1,934,632.34	$ 1,812,545.72	$ 74,237.32	$ 15,239.66	$ 32,609.64
C. Corrections:								
Director's Office	$ ———	$ ———	$ 122,500.00	$ 122,500.00	$ 121,816.57	$ ———	$ ———	$ 683.43
Houses of Reform	16,100.11	———	203,940.00	220,040.11	212,732.39	6,653.39	———	654.33
Operating Receipts	38,502.66	8,397.21	———	46,899.87	32,939.65	———	13,960.22	———
Reformatory	27,886.44	———	456,071.14	483,957.58	445,780.00	18,883.30	———	19,294.28
Operating Receipts	8,091.88	152,274.73	———	160,366.61	73,417.49	———	86,949.12	———
Penitentiary	24,698.75	———	300,250.00	324,948.75	301,415.09	22,735.04	———	798.62
Operating Receipts	17,496.54	112,861.49	———	130,358.03	76,678.06	———	53,679.97	———
Women's Prison	5,609.50	———	40,725.00	46,334.50	42,391.50	444.15	———	3,498.85
Production	———	———	4,342.59	4,342.59	4,342.59	———	———	———

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Welfare—Inst.—Cont.								
Metal Stamping Plant	$ 114,168.10	$(—)80,559.62	$	33,608.48	(—) 649.28		34,257.76	
Sub-Total	$ 252,553.98	$ 192,973.81	$ 1,127,828.73	$ 1,573,356.52	$ 1,310,864.06	$ 48,715.88	$ 188,847.07	$ 24,929.51
D. Other Institutions:								
Ky. Children's Home Society	$ 7,378.56	$	$ 109,195.00	$ 116,573.56	$ 117,334.92	$ 2,080.97	$	$(—)2,842.33
Operating Receipts	27,199.57	46,552.09		73,751.66	54,400.58		19,351.08	
Child Welfare—Federal	17,979.77	31,421.71		49,401.48	39,440.92		9,960.56	
Engineering and Construction			108,000.00	108,000.00	108,104.42	419.76		(—) 524.18
Sub-Total	$ 52,557.90	$ 77,973.80	$ 217,195.00	$ 347,726.70	$ 319,280.84	$ 2,500.73	$ 29,311.64	$(—)3,366.51
Total Institutional	$ 626,251.01	$ 302,548.67	$ 3,010,000.00	$ 3,938,799.68	$ 3,519,592.32	$126,138.34	$ 233,398.37	$ 59,670.65
A. Administration—General:								
Office of Commissioner	$	$	$ 6,300.00	$ 6,300.00	$ 4,243.84	$	$	$ 2,056.16
Fiscal Control and Management	10,902.92		126,000.00	136,902.92	65,079.07	36,559.15		35,264.70
Totals	$ 10,902.92	$	$ 132,300.00	$ 143,202.92	$ 69,322.91	$ 36,559.15	$	$ 37,320.86
B. Child Welfare:								
Director's Office	$	$	$ 81,300.00	$ 81,300.00	$ 80,786.00	$	$	$ 514.00
C. Public Assistance:								
Director's Office	$	$	$ 76,350.00	$ 76,350.00	$ 60,748.96	$	$	$ 15,601.04
Old Age Assistance (Transfers)			3,237,180.00	3,237,184.00	3,189,723.06			47,460.94
Aid to Blind (Transfers)			125,395.00	125,395.00	124,107.66			1,287.34

Benefits for Dependent Children (Transfers)	7.98		58,700.00	58,707.98	56,767.21	900.08		1,040.69
Aid to Dependent Children (Transfers)			708,975.00	708,975.00	685,254.18			23,720.82
Field Operations			301,605.00	301,605.00	257,817.55			43,787.45
Totals	$ 7.98	$	$ 4,508,209.00	$ 4,508,216.98	$ 4,374,418.62	$ 900.08	$	$132,898.28
D. Federal and Transfer Funds:								
O.A.A.—Trust Account	$	$ 6,347,995.00	$	$ 6,347,995.00	$ 6,347,995.00	$	$	$
O.A.A.—Federal Unmatched	308,119.59	(—)131,285.06		176,834.53			176,834.53	
Selective Service—Medical Survey		24,718.75		24,718.75	20,415.00		4,303.75	
A.D.C.—Trust Account		1,348,177.00		1,348,177.00	1,348,177.00			
A.D.C.—Federal Unmatched	51,574.59	(—) 11,454.00		40,120.59			40,120.59	
A.D.C.—Adm'n Federal		51,204.47		51,204.47	51,204.47			
A.B.—Trust Account		245,264.00		245,264.00	245,264.00			
A.B.—Federal Unmatched	7,522.24	(—) 616.63		6,905.61			6,905.61	
A.B.—Administration		9,625.24		9,625.24	9,625.24			
O.A.A.—Adm'n, Federal	15,406.03	152,135.63		167,541.66	145,757.25		21,784.41	
Civilian War Assistance Program	67.36	4,950.00		5,017.36	4,559.01		458.35	
Totals	$ 382,689.81	$ 8,040,714.40	$	$ 8,423,404.21	$ 8,172,996.97	$	$ 250,407.24	$
E. Special Appropriations:								
Home Incurables	$	$	$ 15,000.00	$ 15,000.00	$ 15,000.00	$	$	$
Colored Red Cross Hosp.			4,000.00	4,000.00	4,000.00			
Conveyance of Lunatics			8,000.00	8,000.00	7,470.19			529.81
Pauper Idiots			75,000.00	75,000.00	56,200.32			18,799.68
Totals	$	$	$ 102,000.00	$ 102,000.00	$ 82,670.51	$	$	$ 19,329.49
Department of Education:								
A. Administration:								
Supt. of Public Instruction	$ 1,631.50	$	$ 67,150.00	$ 68,781.50	$ 68,276.78	$	$	$ 504.72
Division of Certification			15,000.00	15,000.00	14,959.72			40.28
Emergency Food Distribution	1,151.72		16,800.00	17,951.72	17,108.14	558.00		285.58
State Board of Education	1,084.35		15,350.00	16,434.35	15,576.15	57.98		800.22

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Education—Cont.								
State Text Book Commission	$	$	$ 500.00	$ 500.00	$	$	$	$ 500.00
Surplus Property			7,500.00	7,500.00	4,693.39	511.70		2,294.91
Totals	$ 3,867.57	$	$ 122,300.00	$ 126,167.57	$ 120,614.18	$ 1,127.68	$	$ 4,425.71
B. Common Schools:								
Equalization Fund	$	$	$ 1,500,000.00	$ 1,500,000.00	$ 1,499,973.41	$	$	$ 26.59
Per Capita Fund			13,500,000.00	13,500,000.00	13,499,999.89			.11
Teachers Retirement			823,000.00	823,000.00	823,000.00			
Free Textbooks	155,926.40		500,000.00	655,926.40	646,125.81	6,163.53		3,637.06
Totals	$ 155,926.40	$	$16,323,000.00	$16,478,926.40	$16,469,099.11	$ 6,163.53	$	$ 3,663.76
C. Vocational Education:								
Vocational Education	$ 233.00	$	$ 250,000.00	$ 250,233.00	$ 248,770.73	$ 438.00	$	$ 1,024.27
George-Deen Fund	56,274.14	338,453.09		394,727.23	367,233.43		27,493.80	
Smith-Hughes Fund	24,739.80	136,143.14		160,882.94	155,157.03		5,725.91	
Itinerant Teachers	886.06	900.78		1,786.84	749.52		1,037.32	
Rural War Production	17,186.43	3,571.22		20,757.65	20,300.12		457.53	
Out-of-School Youth Defense	2,639.99	(—) 2,167.04		472.95	437.20		35.75	
Private Fund		25,000.00		25,000.00	33,544.81		(—) 8,544.81	
Special Grant		46,128.00		46,128.00	46,128.00			
National Defense Rental	440.00	(—) 140.55		299.45	299.45			
Voc. Education—Defense Worker	11,947.78	(—) 6,715.84		5,231.94	5,231.94			
Totals	$ 114,347.20	$ 541,172.80	$ 250,000.00	$ 905,520.00	$ 877,852.23	$ 438.00	$ 26,205.50	$ 1,024.27

D. Vocational Rehabilitation:								
Voc. Rehabilitation	$ ———	$ ———	$ 61,000.00	$ 61,000.00	$ 61,000.00	$ ———	$ ———	$ ———
Rehabilitation—Federal	**33,090.66**	**155,676.89**	———	**188,767.55**	**161,500.45**	———	27,267.10	———
Rehabilitation—Private	1,041.98	———	———	1,041.98	194.97	———	847.01	———
Totals	$ 34,132.64	$ 155,676.89	$ 61,000.00	$ 250,809.53	$ 222,695.42	$ ———	$ 28,114.11	$ ———
E. Miscellaneous Funds:								
General Education Board	$ 3,422.71	$ 5,550.00	$ ———	$ 8,972.71	$ 7,276.23	$ ———	$ 1,696.48	$ ———
Jeannes Fund	532.53	637.47	———	1,170.00	889.40	———	280.60	———
W. K. Kellogg Foundation	5,136.88	17,420.00	———	22,556.88	19,981.80	———	2,575.08	———
Extended School Service	———	1,123,920.00	———	1,123,920.00	1,123,397.03	———	522.97	———
Totals	$ 9,092.12	$ 1,147,527.47	$ ———	$ 1,156,619.59	$ 1,151,544.46	$ ———	$ 5,075.13	$ ———
F. Vocational Training Schools:								
Mayo Voc. Training	$ .79	$ ———	$ 30,000.00	$ 30,000.79	$ 29,873.54	$ ———	$ ———	$ 127.25
Operating Receipts	1,567.18	9,644.76	———	11,211.94	6,785.94	———	4,426.00	———
Northern Ky. Voc. Training	36.26	———	———	36.26	(—) 362.85	———	———	399.11
W. Ky. Voc. Training	978.00	———	48,250.00	49,228.00	48,902.91	22.00	———	303.09
Operating Receipts	8,010.79	12,150.80	———	20,161.59	11,578.30	———	8,583.29	———
Totals	$ 10,593.02	$ 21,795.56	$ 78,250.00	$ 110,638.58	$ 96,777.84	$ 22.00	$ 13,009.29	$ 829.45
G. Ky. State College for Negroes:								
Ky. State College for Negroes	$ 896.16	$ ———	$ 150,000.00	$ 150,896.16	$ 150,362.83	$ 480.20	$ ———	$ 53.13
Operating Receipts	10,939.34	83,446.04	———	94,385.38	87,654.16	———	6,731.22	———
Athletics	118.47	5,841.79	———	5,960.26	5,379.17	———	581.09	———
Bankhead-Jones Fund	———	7,609.17	———	7,609.17	7,609.17	———	———	———
Morrill-Nelson Fund	627.75	8,505.50	———	9,133.25	9,133.25	———	———	———
Smith-Hughes Fund	1,822.25	———	———	1,822.25	293.92	———	1,528.33	———
Construction—Private Fund	———	7,510.00	———	7,510.00	4,506.00	———	3,004.00	———
Private Grant	3,010.47	———	———	3,010.47	3,000.00	———	10.47	———
Lincoln Institute	———	———	42,000.00	42,000.00	42,000.00	———	———	———
Operating Receipts	2,883.98	14,823.00	———	17,706.98	14,687.46	———	3,019.52	———
Totals	$ 20,298.42	$ 127,735.50	$ 192,000.00	$ 340,033.92	$ 324,625.96	$ 480.20	$ 14,874.63	$ 53.13

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Education—Cont.								
H. College Tuition for Negroes:	$	$	$ 8,381.61	$ 8,381.61	$ 8,289.23	$	$	$ 92.33
I. School for the Blind:								
White Department	$ 35.54	$	$ 82,000.00	$ 82,035.54	$ 81,985.88	$	$	$ 49.66
Colored Department			9,300.00	9,300.00	9,286.17			13.83
Workshop for Adult Blind			14,800.00	14,800.00	14,567.48			232.52
Operating Receipts	75,011.95	57,599.86		132,611.81	64,777.76		67,834.05	
Federal Rehabilitation	.01			.01			.01	
Totals	$ 75,047.50	$ 57,599.86	$ 106,100.00	$ 238,747.36	$ 170,617.29	$	$ 67,834.06	$ 296.01
Kentucky School for the Deaf:								
White Department	$ 1,541.58	$	$ 145,000.00	$ 146,541.58	$ 144,300.00	$ 1,598.66	$	$ 642.92
Colored Department	2.80		9,000.00	9,002.80	8,744.10			258.70
Operating Receipts	1,208.96			1,208.96	918.75		290.21	
Sale of Property	175.00	300.00		475.00			475.00	
Totals	$ 2,928.34	$ 300.00	$ 154,000.00	$ 157,228.34	$ 153,962.85	$ 1,598.66	$ 765.21	$ 901.62
University of Kentucky:								
Division of Colleges	$ 10,069.03	$	$ 1,026,300.00	$ 1,036,369.03	$ 1,030,790.98	$ 5,169.91	$	$ 408.14
Operating Receipts (College)	218,188.59	655,414.80		873,603.39	747,802.08		125,801.31	
Bond Redemption		27,500.00		27,500.00	27,500.00			
Bankhead-Jones Fund		44,867.87		44,867.87	44,867.87			
Morrill-Nelson Fund		51,394.50		51,394.50	51,394.50			
Summer School			11,000.00	11,000.00	11,000.00			
College of Agriculture			26,400.00	26,400.00	26,400.00			
Repairs to Buildings			33,000.00	33,000.00	33,000.00			

Research in Coal	6,234.00		8,250.00	14,484.00	12,008.15	2,468.85		7.00
Library Equipment	20.00		11,000.00	11,020.00	10,735.96	167.75		116.29
Scientific Laboratory Equipment	3,833.45		22,000.00	25,833.45	16,810.76	8,769.99		252.70
Engineering Equipment	352.16		22,000.00	22,352.16	14,340.15	8,010.26		1.75
Home Economics Equipment	462.00		11,000.00	11,462.00	2,695.67	8,337.65		428.68
Dairy Cattle Improvement			6,000.00	6,000.00	1,134.28	1,388.09		3,477.63
Experiment Station	76.34		55,000.00	55,076.34	55,076.34			
Tobacco Research			7,500.00	7,500.00	7,168.12			331.88
Service Laboratories			23,100.00	23,100.00	22,709.41	383.24		7.35
Nursery Inspection			2,000.00	2,000.00	2,000.00			
Princeton Sub-Station			17,600.00	17,600.00	17,567.43	32.57		
Quicksand Sub-Station			17,600.00	17,600.00	17,593.80			6.20
Horticulture	163.68		10,000.00	10,163.68	9,789.39	203.00		171.29
Strawberry Marketing			1,500.00	1,500.00	1,341.51			158.49
Operating Receipts (Exp. Station)	170,702.02	280,859.88		451,561.90	264,984.82		186,577.08	
Suspense Fund (Exp. Station)	56,831.05			56,831.05	2,370.24		54,460.81	
Post War Adjustment (Exp. Station)	60,000.00			60,000.00			60,000.00	
Repairs and Equipment (Exp. Station)	109,958.00			109,958.00			109,958.00	
Agricultural Extension			170,500.00	170,500.00	170,500.00			
Totals	$ 636,890.32	$ 1,060,037.05	$ 1,481,750.00	$ 3,178,677.37	$ 2,601,581.46	$ 34,931.31	$ 536,797.20	$ 5,367.40
State Teachers Colleges:								
Eastern State Teachers College	$ 671.11	$	$ 280,000.00	$ 280,671.11	$ 279,712.47	$ 513.50	$	$ 445.14
Operating Receipts	133,842.71	129,262.77		263,105.48	233,802.46		29,303.02	
Athletics	3,564.70	11,578.60		15,143.30	12,598.31		2,544.99	
Morehead State Teachers College	7.13		234,000.00	234,007.13	233,999.24			7.89
Operating Receipts	16,591.80	128,570.70		145,162.50	129,993.13		15,169.37	
Science Rev. Building	5,419.99	1,962.88		7,382.87			7,382.87	
Int. and Bond Sinking Fund	120.00	7,740.00		7,860.00	7,860.00			
Athletics	4,458.50	3,391.49		7,849.99	3,927.66		3,922.33	
Murray State Teachers College			254,000.00	254,000.00	253,999.84			.16
Operating Receipts	70,443.81	307,147.72		377,591.53	366,493.60		11,097.93	
Athletics	3,382.08	23,641.36		27,023.44	22,159.07		4,864.37	
Federal Planning Fund		8,000.00		8,000.00			8,000.00	
Western State Teachers College			365,000.00	365,000.00	364,961.16			38.84
Operating Receipts	275,349.10	164,000.88		439,349.98	146,492.68		292,857.30	

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Education—Cont.								
Athletics	11,166.30	12,602.56		$ 23,768.86	$ 9,944.12	$	$ 13,824.74	$
Totals	$ 525,017.23	$ 797,898.96	$ 1,133,000.00	$ 2,455,916.19	$ 2,065,943.74	$ 513.50	$ 388,966.92	$ 492.03
Department of Library and Archives:								
Law Library	$ 632.66	$	$ 15,553.95	$ 16,186.61	$ 15,155.40	$ 950.76	$	$ 80.45
Cataloguing			2,905.31	2,905.31	2,905.31			
Law Library Books	12.00		4,000.00	4,012.00	4,011.03			.97
Library Sales Account			17,500.00	17,500.00	3,938.19	1,306.50		12,255.31
Distribution and Repair of Books			850.00	850.00	834.26	2.50		13.24
Library Extension Division			21,500.00	21,500.00	21,392.31	102.06		5.63
Operating Receipts	184.55	425.87		610.42	396.63		213.79	
Board of Certification	199.51	108.00		307.51	51.62		255.89	
Kentucky Historical Society			10,875.00	10,875.00	10,479.51	395.49		
Operating Receipts	774.96	1,480.52		2,255.48	1,661.99		593.49	
Stephenson Fund	363.97	141.03		505.00	140.00		365.00	
Totals	$ 2,167.65	$ 2,155.42	$ 73,184.26	$ 77,507.33	$ 60,966.25	$ 2,757.31	$ 1,428.17	$ 12,355.60
Department of Business Regulations:								
Division of Athletic Control	$	$	$ 4,000.00	$ 4,000.00	$ 3,983.20	$ 16.80	$	$
Division of Insurance			45,000.00	45,000.00	42,719.70	647.37		1,632.93
Fire Prevention and Rates		115,348.28		115,348.28	91,299.82		24,048.46	
Suspense	98,066.43	13,667.12		111,733.55			111,733.55	
Continued Allotment	222.75			222.75	200.00		22.75	
Insurance Examiners Expense	2.00	45,748.13		45,750.13	45,748.13		2.00	
Louisville Securities Office	303.71	3,600.00		3,903.71	3,430.00		473.71	
Motor Bus Transportation		64,532.43		64,532.43	63,933.05		599.38	

Continued Allotment	393.81			393.81	389.56		4.25	
Transfer			4,532.43	4,532.43	4,532.43			
Division of Securities			7,533.25	7,533.25	7,533.25			
Totals	$ 98,988.70	$ 242,895.96	$ 61,065.68	$ 402,950.34	$ 263,769.14	$ 664.17	$ 136,884.10	$ 1,632.93
Department of Banking and Small Loans:								
Banking and Small Loans	$	$	$ 45,000.00	$ 45,000.00	$ 44,971.52	$	$	$ 28.48
Operating Receipts	26,854.77	53,187.75		80,042.52	26,756.11		53,286.41	
Totals	$ 26,854.77	$ 53,187.75	$ 45,000.00	$ 125,042.52	$ 71,727.63	$	$ 53,286.41	$ 28.48
Professional Boards:								
Supervision	$ 887.51	$	$	$ 887.51	$	$	$ 887.51	$
Accountancy	1,030.50	4,205.00		5,235.50	1,994.87		3,240.63	
Architects	46.36	2,097.00		2,143.36	2,119.38		23.98	
Barbers and Beauticians	9,462.68	36,511.05		45,973.73	26,938.14		19,035.59	
Chiropractic Examiners	5,576.71	3,745.70		9,322.41	2,351.63		6,970.78	
Dental Examiners	5,857.57	5,251.00		11,108.57	3,613.37		7,495.20	
Embalmers	3,791.05	13,269.00		17,060.05	10,868.48		6,191.57	
Pharmacy	4,022.40	7,344.00		11,366.40	7,881.46		3,484.94	
Pharmacy—Prophylactic	3,973.28	11,080.00		15,053.28	9,282.89		5,770.39	
Trained Nurses	27,054.68	17,070.00		44,124.68	12,118.12		32,006.56	
Veterinary Examiners	246.62	550.00		796.62	505.58		291.04	
Professional Engineers	21,090.19	6,524.20		27,614.39	5,917.67		21,696.72	
Kentucky Real Estate Commission	4,483.97	8,050.00		12,533.97	4,972.64		7,561.33	
Totals	$ 87,523.52	$ 115,696.95	$	$ 203,220.47	$ 88,564.23	$	$ 114,656.24	$
Department of Industrial Relations:								
Office of Commissioner	$	$	$ 8,000.00	$ 8,000.00	$ 6,683.79	$	$	$ 1,316.21
Wage Hours—Women and Minors	119.50		35,000.00	35,119.50	31,136.07	4.60		3,978.83
Unemployment Compensation—Adm'n	3,558.70			3,558.70			3,558.70	
Unemployment Compensation—Suspense	238,446.33	88,235.38		326,681.71			326,681.71	
Unemployment Compensation—State	42,270.63	440,439.68		482,710.31	456,517.29		26,193.02	
Merit System—Adm'n		4,104.00		4,104.00	(—) 998.56		5,102.56	
Workmen's Compensation	88,578.58	174,996.00		263,574.58	82,000.66		181,573.92	
Veterans' Unemployment Benefits	40.00	24,342,092.00		24,342,132.00	24,342,132.00			

SUMMARY OF DEPARTMENTAL AND INSTITUTIONAL AUDITS—(Continued)
Fiscal Year Ended June 30, 1946

	Allotments Forwarded or Continued	Revolving Fund Receipts	General Fund Appropriations (After Transfers)	Total Available	Total Net Disbursements	Appropriation Continued to 1946-1947	Balances	
							Revolving Fund	General Fund
Dept. of Industrial Relations—Cont.								
Veterans Unemployment—Adm'n	$	$ 239,062.00	$	$ 239,062.00	$ 239,062.00	$	$	$
Totals	$ 373,013.74	$25,288,929.06	$ 43,000.00	$25,704,942.80	$25,156,533.25	$ 4.60	$ 543,109.91	$ 5,295.04
Public Service Commission:	$ 160,415.69	$ 108,846.02	$	$ 269,261.71	$ 53,860.65	$	$ 215,401.06	$
Kentucky Real Estate Board:								
Public Property Fund	$ 3,380.25	$	$	$ 3,380.25	$	$	$ 3,380.25	$
Sale of Welfare Property	8,750.00			8,750.00			8,750.00	
Totals	$ 12,130.25	$	$	$ 12,130.25	$	$	$ 12,130.25	$
Department of Mines and Minerals:								
Coal Mining	$	$	$ 40,000.00	$ 40,000.00	$ 38,474.11	$ 794.80	$	$ 731.09
Operating Receipts	2,240.62	1,079.00		3,319.62	2,060.76		1,258.86	
Geology			14,000.00	14,000.00	12,696.21	1,044.43		259.36
Operating Receipts	3,700.95	2,559.11		6,260.06	411.71		5,848.35	
Private Donations		4,284.42		4,284.42	4,284.42			
Totals	$ 5,941.57	$ 7,922.53	$ 54,000.00	$ 67,864.10	$ 57,927.21	$ 1,839.23	$ 7,107.21	$ 990.45
Railroad Commission:								
Commission	$ 260.03	$	$ 24,000.00	$ 24,260.03	$ 18,560.57	$ 2,000.00	$	$ 3,699.46
Assistant Attorney General			7,000.00	7,000.00	6,854.71			145.29
Totals	$ 260.03	$	$ 31,000.00	$ 31,260.03	$ 25,415.28	$ 2,000.00	$	$ 3,844.75
Alcoholic Beverage Control Board:	$ 292.97	$	$ 111,648.44	$ 111,941.41	$ 97,713.30	$ 1,609.65	$	$ 13,218.46

Allotments Not Classified:								
Overton Appropriation	$	$	$ 600.00	$ 600.00	$	$	$	$ 600.00
Money Refunded			5,000.00	5,000.00	3,718.17			1,281.83
Confiscated Alcoholic Beverage			1,500.00	1,500.00	1,492.66			7.34
Bonds of Elective Officers			1,200.00	1,200.00	1,190.00			10.00
Judgments—Special			7,500.00	7,500.00	2,208.50			5,296.50
Return of Harlan Co. Fees—Judgment			39,271.65	39,271.65	39,271.65			
Survey Commission			2,500.00	2,500.00	2,000.00			500.00
Kentucky Codification Board					(—) 1,720.25	1,720.25		
Deficiency Bills			14,346.53	14,346.53	4,926.78	9,419.75		
Int. on Land Grant Bonds			9,900.00	9,900.00	9,900.00			
Frankfort Cemetery			250.00	250.00	250.00			
Statutes and Codes for Courts			1,500.00	1,500.00	1,464.00			36.00
Totals	$	$	$ 83,568.18	$ 83,568.18	$ 64,696.51	$ 11,140.00	$	$ 7,731.67
Grand Totals (Not Including County Fees)	$5,446,018.92	$42,043,264.52	$33,738,079.54	$81,227,362.98	$75,503,489.95	$595,779.51	$4,471,367.99	$656,725.53

PART II

COMMENTS—LEGISLATIVE DEPARTMENT

Statements 1 to 9, inclusive, in this report were compiled from the records in the Department of Finance. Statement No. 1 shows the funds made available for the Legislature as well as a list of expenditures charged to the Legislative Budget during the fiscal year. Statement No. 2 shows the per diem and mileage allowance for members of the House of Representatives and Statement No. 3 shows the same for the Senate.

A list of the constitutional employees for each branch of the Legislature together with the per diem allowance for each as provided in K. R. S. 6.230 is shown in Statements No. 4 and No. 5. In addition to the $12,556.00 required for employees of the House of Representatives and the $11,096.00 for those of the Senate, House Resolution No. 2 authorized an additional $12,775.00 for each house. Warrants for these amounts were issued on the basis of $175.00 per day for 73 days. Under House Resolution No. 85 for the benefit of officers and employees $8,500.00 was withdrawn from the Treasury for the House of Representatives and $6,132.00 for the Senate.

Amounts withdrawn for disbursement by clerks are summarized as follows:

		House of Rep.	Senate
H. R. 1	Contingent Fund	$ 1,000.00	$ 1,000.00
H. R. 77	Contingent Fund	1,000.00	.....
H. R. 2	Additional Compensation	12,775.00	12,775.00
H. R. 4	Furniture and Equipment	1,500.00	.....
H. R. 85	Benefit of Employees	8,500.00	6,132.00

There is a bank balance to the credit of Mr. Beauchamp as Clerk of the Senate but we did not make any verification respecting a balance of State funds as we have no detailed statement of expenditures.

The Legislative Budget is an annual appropriation and not a continuing one unless made so by Legislative Act. Without such an Act it is both proper and legal to return any unexpended balance to the State Treasury.

We wrote Mr. Byron Royster, Clerk of the House, in regard to the amounts appropriated for use by the House of Representatives. Mr. Royster promptly certified the following statements to this office:

(1) The two contingent funds of $1,000 each—H. R. 1, and 77.
(2) The funds for furniture and equipment—H. R. 4.
(3) Payment to employees and officers.

We include his statements in this report. We have verified the bank balances indicated in his report and find that they are correct.

Mr. Royster deserves commendation for his cooperation in furnishing the additional information for this report.

The records of the Finance Department show payments for filing and preserving the journals and furnishing a copy to the public printer, at 25 cents per page, as follows:

Chief Clerk of the House	$1,967.00
Chief Clerk of the Senate	1,737.25

CLASSIFIED STATEMENT OF EXPENDITURES

Legislative Department:		
Legislative Session:	Year Ended June 30, 1945	
Senate:		
Per Diem	$ 6,955.00	
Clerk, Doorkeeper, Pages, etc.	8,154.50	
Committee Chairmanship	205.00	
Mileage	1,380.90	
Stationery	1,260.00	
Total Senate		$ 17,955.40
House:		
Per Diem	$ 19,415.00	
Clerk, Assistants, Pages, etc.	5,960.00	
Mileage	3,655.80	
Committee Chairmanship	15.00	
Total House		29,045.80
Paper for Printing		1,815.37
Total Expenditures		$ 48,816.57

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Legislative Department:		
Legislative Session:	Year Ended June 30, 1946	
Senate:		
Per Diem—Senate Members	$ 36,030.00	
Per Diem—Officers and Employees	11,096.00	
Stationery—Senate Members	1,650.00	
Travel—Senate Members	1,567.95	
Contingent Fund	1,000.00	
H. Resolution No. 2—Additional Compensation	12,775.00	
Additional Compensation—Lt. Gov. Kenneth Tuggle	105.00	
Committee Chairmanships	190.00	
Alex Howard—Presiding Over Senate	175.00	
Henry Ward—Presiding Over Senate	5.00	
H. Resolution No. 85—Officers and Employees	6,132.00	
K. R. S. 6.230	1,737.25	
Telephone—Lt. Gov. Kenneth Tuggle	33.14	
Total Senate		$ 72,496.34
House:		
Per Diem—House Members	$ 114,865.00	
Per Diem—Officers and Employees	12,556.00	
Travel—House Members	3,896.70	
Contingent Fund	1,000.00	
H. Resolution No. 2—Additional Compensation	12,775.00	
H. Resolution No. 4—Furniture and Equipment	1,500.00	
H. Resolution No. 77—Additional Contingent Fund	1,000.00	

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1946	
Legislative Department:		
Legislative Session:		
House:—Cont.		
H. Resolution No. 85—Officers and Employees	$ 8,500.00	
K. R. S. 6.230	1,967.00	
Total House		$ 158,059.70
Paper for Printing		984.70
Printing and Binding		14,760.39
Capitol Building Maintenance Force		779.05
Ministers Acting as Chaplains		1,050.00
Total Withdrawals from State Treasury		$ 248,130.18

CLASSIFIED STATEMENT OF EXPENDITURES

	Year Ended June 30, 1946	
Legislative Department:		
Legislative Council:		
Salaries	$ 11,482.00	
Travel	6,483.78	
Kentucky Revised Statutes	19.00	
Repair—Typewriter	17.50	
Postage	11.00	
Telephone	46.68	
Telegraph	12.25	
Printing	3.98	
Paper for Printing	2.04	
Total		$ 18,078.23

CLASSIFIED STATEMENT OF EXPENDITURES

	Year Ended June 30, 1945	1946
Lieutenant Governor:		
Salary—Secretary	$ 380.00	$ 420.00
Postage	60.00	30.00
Telephone	149.93	153.05
Office Supplies	41.60	92.75
Other Expenses	18.80	20.70
Totals	$ 650.33	$ 716.50
Council of State Governments:		
Expenditures	$ 250.00	$ 250.00

COMMENTS—KENTUCKY COURT OF APPEALS

We have examined the financial transactions of the Court of Appeals with the results shown in the following statements. These statements do not include the salariees of the Judges and the Commissioners since they are charged to a separate appropriation which includes salaries of Circuit Judges and Commonwealth Attorneys as well. A separate report will be made on the appropriation for salaries.

We include in this report, a statement of the special appropriation of $6,000.00 from the General Fund to the Board of Bar Examiners. In prompt compliance with a 1946 Act of the Legislature (ch. 30, Sec. 30.060,

K. R. S.) receipts collected in connection with bar examinations are being deposited in the State Treasury to the credit of a Revolving Fund. No expenditure has been charged to this fund since deposits were recent transactions. However, it will be carried as a regular operating account.

All financial matters have been handled in the usual considerate manner.

CLASSIFIED STATEMENT OF EXPENDITURES

Judiciary and Court Costs	Year Ended June 30, 1945	1946
Court of Appeals		
Salaries	$ 31,601.30	$ 32,265.28
Postage	38.88	38.39
Telephone and Telegraph	1,021.06	950.10
Printing and Binding	104.00	139.00
Repairs and Renewals	2.91	773.25
Office Supplies	598.58	201.15
Janitorial Supplies	7.50	48.75
Clock Rentals	24.00	30.00
Cleaning Rug	.....	170.35
Repair—Portraits and Frames	.....	678.00
Furniture, Fixtures and Equipment	1,420.94	455.20
Totals	$ 34,819.17	$ 35,749.47
Board of Bar Examiners: (Special Appropriation)		
Robert Friend, Examiner Salary and Expenses	$ 1,406.62	$ .....
Calvin P. Rouse, Examiner Salary and Expenses	2,654.81	.....
Roy M. Shelbourne, Examiner Salary and Expenses	1,136.19	.....
John E. Richardson, Examiner Salary and Expenses	140.50	.....
A. C. Russell, Proctor at Examination	30.00	.....
A. L. Taplor, Proctor at Examination	30.00	.....
O. P. Dobbie, Proctor at Examination	30.00	.....
Edith Hartley, Secretarial Services	100.00	.....
Doris Owens, Secretarial Services	100.00	.....
Wm. B. Gess, Expenses	16.77	.....
Totals	$ 5,644.89	$ .....
Board of Bar Examiners: (Revolving)		
Printing	$ 114.00	$ 104.00

COMMENTS—CLERK OF COURT OF APPEALS

We have examined the accounts of the Clerk of the Court of Appeals, the Board of Election Commissioners and the Board of Registration and Purgation with the results shown in the following statements.

COMMENTS—JUDICIAL COUNCIL

The statements shown in this report reflect the operations of this account during the fiscal year, July 1, 1945, to June 30, 1946.

The accounts of the Judicial Council are in agreement with the records of the Division of Accounts and Control, Department of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES

	Year Ended June 30, 1945	1946
Judiciary and Court Costs:		
Clerk of Court of Appeals:		
Personal Services	$ 15,479.06	$ 15,139.92
Postage	248.49	208.82
Telephone and Telegraph	120.64	127.72
Printing and Binding	36.42	64.52
Repairs—Painting Office	.....	270.00
Repairs—Equipment	1.65	66.25
Office Supplies	259.05	345.71
Paper for Printing	23.80	85.32
Janitorial Supplies	.....	8.75
Books and Periodicals	.....	9.50
Adding Machine	235.00	.....
Totals	$ 16,404.11	$ 16,326.51
Judicial Council:		
Personal Services	$ 437.29	$ 615.68
Travel	270.15	167.04
Telegrams	.....	17.28
Printing and Paper	45.06	.....
Circuit Clerks for Reports	47.50	.....
Totals	$ 800.00	$ 800.00
Judiciary and Court Costs:		
Clerk's Services:		
Expenditures	$ 91,894.34	$ 84,533.18
Criminal Prosecutions:		
Expenditures	$ 287,710.18	$ 236,165.03
Jury Commissioners:		
Expenditures	$ 3,360.00	$ 3,735.00
Trustee of Jury Fund:		
Expenditures	$ 364,530.28	$ 320,645.70
Commission on Fines and Forfeitures:		
Expenditures	$ 439,939.39	$ 291,258.22
Salaries—Judges and Commonwealth Attorneys:		
Expenditures	$ 279,367.40	$ 275,847.96
Return of Fugitives from Justice:		
Expenditures	$ 4,487.03	$ 5,740.84
County Patrol—Sheriffs:		
Expenditures	$ 133,342.51	$ 136,862.76
Executive Department:		
Office of the Governor:		
Salaries	$ 20,699.12	$ 20,110.64
Postage	452.32	458.42
Telegraph and Telephone	1,094.49	1,194.53
Travel	132.48	389.27
Office Supplies	82.05	121.20
Paper and Stationery	111.28	149.54

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Executive Department:		
Office of the Governor:—Cont.		
Seals	$ 189.00	$ .....
Equipment Repairs	17.00	.....
Equipment Rental	18.00	6.00
Clean Towel Service	4.00	.....
Bond Premiums	.....	30.00
Files	.....	104.00
Flag Stands	.....	10.00
Totals	$ 22,799.74	$ 22,573.60
Executive Cabinet—Account No. 210:		
Salaries	$ 3,000.00	$ 3,000.00
Contingent Fund—Account No. 220:		
Expenditures	$ 6,000.00	$ 6,000.00
Special Accounts:		
Special Trial Commissioner (Acct. No. 236)	$ 1,207.75	$ .....
Repairs and Capital Outlay (Acct. No. 268):		
Eastern State Hospital	138,381.22	58,866.98
Central State Hospital	245,162.79	56,748.28
Western State Hospital	126,474.27	9,011.23
Kentucky Training Home	20,409.69	9,473.31
Houses of Reform	3,026.10	19,475.00
Penitentiary—Eddyville	14,559.00	.....
Kentucky School for the Deaf	7,933.36	1,018.00
Hazelwood Sanatorium	87,938.65	8,732.62
Equipment—Welfare Institutions (Acct. 276-8)	36,124.60	74,900.06
Totals—Special Accounts	$ 681,217.43	$ 238,225.48
Encumbrances Continued	245,054.97	128,265.07
Total Charges—Special Accounts	$ 926,272.40	$ 366,490.55
Governor's Emergency Fund:		
Transfers:		
Secretary of State—Special Election Expense	$ 35,000.00	$ 500.00
Commissioner of Conservation	2,500.00	2,500.00
Special Trial Commissioner (Kenton County)	1,207.75	.....
Treasury Department	3,500.00	.....
Northern Kentucky Vocational School	1,000.00	.....
Return of Fugitives from Justice	2,000.00	.....
Governor's Office	3,000.00	2,991.91
Kentucky Active Militia	34,435.16	.....
Money Refunded	1,950.00	.....
Kentucky State Tax Revision	3,600.00	.....
Library and Archives	.....	8,509.26
Department of Welfare—Equipment	.....	125,000.00
Kentucky Aeronautic Commission	.....	5,100.00
Division of Public Properties	.....	50,215.00
Paper for Election Ballots	.....	8,400.00
College Tuition for Negroes	.....	1,381.61

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Governor's Emergency Fund: **Transfers:—Cont.**	Year Ended June 30, 1945	1946
Motor Transportation	$	$ 4,532.43
Statute Revision Committee	.....	100.00
Division of Securities	.....	533.25
New Lands and Buildings	.....	30,000.00
Secretary of State	.....	465.46
Division of Library Extension	.....	1,500.00
Revenue Department—Excise Taxes	.....	5,000.00
Totals	$ 88,192.91	$ 246,728.92
Balance Not Transferred	161,807.09	3,271.08
Totals	$ 250,000.00	$ 250,000.00

COMMENTS—DEPARTMENT OF STATE

Our examination of the receipts of the Department of State for the year ended June 30, 1946, shows total collections amounting to $80,936.44. Of this amount $51,107.64 was credited to the General Fund, while $29,828.80 was credited to Revolving Funds. This was an increase of $18,703.30 over those of the preceding year, 1944-45, and an increase of $39,816.50 over the year 1943-44. This large percentage of increase in receipts indicates an expanding volume of transactions passing through the office aside from the absentee voting laws.

The records of receipts are kept in detail and well classified. The totals, with the exception of refunds, agree with those of the Finance Department. The record of expenditures are kept in the same manner as the control accounts for each allotment in the Finance Department. We find that some other Agencies are following the same accounting procedures. Such a system shows at all times the amount of funds available and furnishes an adequate control of available funds, but from administrative points of view it is objectionable. It does not furnish any control of expenditures for various purposes. To determine how much is expended for certain objects or purposes it is necessary to make an analysis of the accounts. The wider the scope of activities the more necessity there is for such detail information. We recommend that the accounting system be extended to show the objective classification of expenditures, either by the use of a code system or by a statement of purposes with proper monthly summaries.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of State: **Secretary of State:**	Year Ended June 30, 1945	1946
Salaries	$ 49,995.30	$ 31,200.11
Postage	3,546.46	1,361.12
Travel	.....	129.64
Utilities	103.56	122.44
Telephone and Telegraph	334.69	522.45
Office Supplies	2,516.82	1,973.97
Printing and Binding	1,971.68	48.76
Paper Charges	1,811.72	1,400.35
Painting Office	450.00	.....
Seal	22.50	.....
Repairs	204.95	.....
Equipment	182.50	.....

Department of State: Secretary of State:—Cont.	Year Ended June 30, 1945	1946
Clean Towel Service	$ 5.75	$ 6.50
Miscellaneous Expense	86.00	8.21
Totals	$ 61,231.93	$ 36,773.55
Less: Inter-Account Credit	4.00	.....
Net Total Expenditures	$ 61,227.93	$ 36,773.55
Charged to Appropriation Account	$ 19,419.65	$ 21,412.72
Charged to Revolving Fund—Process Agents	6,318.84	7,500.00
Charged to Revolving Fund—Corporations	6,967.45	7,486.29
Charged to Absentee Voting Account	28,521.99	374.54
Totals	$ 61,227.93	$ 36,773.55
Absentee Voting Expense Included Above:		
Salaries	$ 22,487.93	$ 216.84
Postage	2,590.24	61.54
Printing and Binding	1,549.68	48.78
Paper Charges	1,571.64	47.40
Office Supplies	302.50	.....
Shaw Secretarial School	20.00	.....
Totals	$ 28,521.99	$ 374.56
Land Office:		
Salaries	$ 1,155.00	$ 1,155.00
Revolving Fund—Railroad Policemen:		
Expenditures	$	$ .....
Revolving Fund—Special Police Officers:		
Expenditures	$	$ .....

COMMENTS—DEPARTMENT OF LAW

The figures and statements exhibited in this report were taken from the books of the various divisions of the Department of Law and reconciled with the records of the Department of Finance.

The Department of Law includes three separate accounts, namely: Account Number 350—Attorney General; Account Number 360—Cost of Suits; Account Number 370—Statutes Revision Commission. All three of these agencies operated on appropriations from the General Fund. The Statutes Revision Commission receives money from the sale of Rvised Statutes, supplements, etc., but this money was turned into the General Fund.

The books of the Attorney General and the Cost of Suits are well kept. The Statutes Revision Commission does not have books at present, but have their documents and records filed so that they can easily be reconciled with the Department of Finance. The Statutes Revision Commission is now planning to install a bookkeeping system which should be in effect during the 1946-47 fiscal year.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Law:	Year Ended June 30,	
Attorney General:	1945	1946
Personal Services	$ 40,665.90	$ 37,041.73
Postage	193.66	155.16
Telephone and Telegraph	765.41	902.36
Travel	266.59	.....
Printing and Binding	304.86	135.43
Repair Services	62.50	484.95
Office Supplies	1,174.90	403.84
Paper Charges	151.44	143.51
Janitorial Supplies	7.05	2.25
Repair Parts	.....	6.00
Books and Periodicals	967.50	350.00
Furniture and Fixtures	154.60	743.60
Miscellaneous	7.05	.....
Totals	$ 44,721.46	$ 40,368.83
Cost of Suits:		
Travel	$ 334.91	$ 1,074.20
Court Costs	58.20	254.05
Reporters Fees and Stenographic	24.00	20.00
Printing and Binding	274.13	166.40
Paper for Printing	9.08	5.81
Totals	$ 700.32	$ 1,520.46
Statute Revision Committee:		
Salaries	$ 13,136.12	$ 9,361.92
Postage	369.83	580.07
Telephone and Telegraph	120.77	84.79
Travel	240.55	261.98
Printing and Binding	80.68	18,239.74
Printing and Binding (Prior Year)	.....	17,679.78
Office Supplies	435.06	55.32
Freight and Storage	208.98	.....
Repairs and Repair Parts	48.60	.....
Paper for Printing	57.77	.....
Books and Periodicals	857.08	.....
Janitorial Supplies	.75	.....
Totals	$ 15,556.19	$ 46,263.60
Less Sales of Kentucky Revised Statutes	.....	743.00
Total Net Expenditures	$ 15,556.19	$ 45,520.60

COMMENTS—DEPARTMENT OF THE TREASURY

During the year 1945-1946 there were 956,111 checks written as follows:

General Purpose Checks	171,845
Highway Payroll Checks	78,751
Regular Payroll Checks	66,913
Old Age Assistance Checks	555,733
Aid to Dependent Children Checks	63,999
Aid to Needy Blind Checks	18,870
Total	956,111

The above does not include checks of the Unemployment Compensation.

The increase in the number of checks written during the first six months of 1946-47 compared with those written during the same period in 1945-46 is shown as follows:

	Number July-Dec. 1945	Number July-Dec. 1946	Increase Decrease*
General Purpose Checks	72,612	99,331	26,719
Highway Payroll Checks	36,766	42,865	6,099
Regular Payroll Checks	33,414	34,056	642
Old Age Assistance	283,506	265,584	17,922*
Aid to Dependent Children Checks	30,114	38,196	8,082
Aid to Needy Blind Checks	9,469	9,475	6
Totals	465,881	489,507	23,626

The increase in the volume of work during the last five years is explained, in part, as follows:

	Fiscal Year 1940-1941	Fiscal Year 1945-1946	Increase
General Fund Revenue Receipts	$30,836,809.62	$42,970,473.71	$12,133,664.09
Revolving Fund Revenue Receipts	10,308,912.62	37,873,132.57	27,564,219.95
Transfers to Revolving Fund	3,181,288.75	4,241,032.43	1,059,743.68
Totals	$44,327,010.99	$85,084,638.71	$40,757,627.72
General Fund Disbursements	$24,680,359.03	$33,331,048.82	$ 8,650,689.79
Revolving Fund Disbursements	12,642,692.67	41,701,028.20	29,058,335.53
Totals	$37,323,051.70	$75,032,077.02	$37,709,025.32

The extremely large increase in the Revolving Fund is due mainly to an increase of approximately $24,500,000.00 for Veterans' Unemployment Compensation Benefits. After eliminating this item the increase in both receipts and disbursements in these two funds has been more than 35%. During the same five-year period, the appropriation for the Treasurer's Office increased only from $31,000.00 to $34,500.00, or approximately 11%.

Other increases not reflected in the usual financial reports are the handling of Withholding Tax money and the custody of and accounting for investments of various State funds.

The General Assembly has evidently recognized the meagerness of this appropriation since the budget for Social Security Administration has the following provision:

> "Including the cost of printing checks for recipients of Public Assistance program. Also, for administration of the Child Welfare program and for the administration of the statutes pertaining to "Aid to Dependent Children" and "Aid to the Blind."

Also, the budget for the administration of Highway Funds includes the cost of printing Treasury checks for the department.

At present the Welfare Department has one full-time clerk proving check totals and listing outstanding checks together with three others, either part-time or full-time employees, in the addressograph division. The cost of 600,000 blank checks annually is about $1,350.00. The cost to the Highway Department from April 1 to December 31, 1946, was approximately $3,490.00.

Since the Treasurer alone is responsible for the issuance of all checks it seems an evident conclusion that his appropriation should be sufficient to cover all expense incident to the operations of his office. Under present personnel and equipment requirements it is our opinion that an appropriation of only $34,500.00 is insufficient and that such a consideration in the next budget bill would be more satisfactory than the procedure of distributing among various budget units certain costs of operation incumbent upon the Treasurer.

In the matter of outstanding checks the records show that there are some very old checks outstanding. During the Elam Huddleston administration (1932-1936), checks amounting to $731.31 were issued but never presented for payment. Such checks issued during the Jno. Buckingham administration (1936-1940) amounted to $2,900.22. During the E. E. Shannon administration (1940-1944) such checks amounted to $6,101.96. These three groups of checks, apparently lost, amounted to $9,733.59. This means that this amount of money is still in the bank but unaccounted for except through the monthly reconciliation of outstanding checks. Some method of eliminating this continuous consideration in reconciliation should be provided, perhaps by a legislative measure.

This examination was limited to budgetary operations of the Department. Reconciliations of the records of the Treasury and the Finance Department in respect to State funds are made monthly. The handling of receipts and expenditures of the various budget units and funds are examined continuously through the audits of the various agencies.

The present limited personnel deserves commendation for their work in properly handling and accounting for the State funds.

CLASSIFIED STATEMENT OF EXPENDITURES

	Year Ended June 30, 1945	1946
Department of the Treasury:		
Salaries and wages	$ 29,477.17	$ 30,064.41
Postage	768.47	818.67
Telephone and Telegraph	218.20	210.53
Printing and Binding	1,228.19	661.50
Travel (T. W. Vinson)	138.76	161.86
Repair Service—Equipment	807.10	890.62
Clock Rental	12.00	12.00
Express	.69	.....
Painting Interior Walls	190.00	.....
Office Supplies	918.28	603.20
Paper for Printing	205.07	87.65
Books	19.50	30.50
Repair Parts—Equipment	125.82	123.11
Premium on Bonds (Employees)	.....	164.44
Furniture and Equipment	.....	200.23
Blank Checks (Including Continued Appropriation)	.....	1,287.25
Totals	$ 34,109.25	$ 35,315.97
Custodian of Securities:		
Personal Services	$ 600.00	$ 600.00
Auditor of Public Accounts:		
Salaries	$ 37,199.65	$ 38,111.94
Telephone	255.40	217.30
Travel	8,628.93	8,653.73
Office Supplies	707.67	1,127.72
Postage	112.32	78.25
Printing and Binding	95.64	711.97

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Auditor of Public Accounts—Cont.		
Repairs—Office Equipment	$ 181.25	$ 95.00
Towel Service	.....	8.75
Clock Rental	9.00	12.00
Typewriters and Equipment	442.67	1,217.08
Miscellaneous	211.80	1.40
Totals	$ 47,844.33	$ 50,235.14
Charged to Appropriation Account	$ 35,410.66	$ 36,696.49
Charged to Continued Appropriation	255.55	1,484.05
Charged to Revolving Fund—County Audits	11,934.12	11,701.30
Charged to Revolving Fund—Miscellaneous	244.00	353.30
Totals	$ 47,844.33	$ 50,235.14
Summary of County Audits:		
Received from Counties	$ 12,787.57	$ 11,940.68
Received from Extra Reports	310.00	357.00
Totals	$ 13,097.57	$ 12,297.68
Charges—County Audits	$ 11,934.12	$ 11,701.30
Charges—Extra Reports	244.00	353.30
Totals	$ 12,178.12	$ 12,054.60
Balances	$ 919.45	$ 243.08

Note: Balances lapsed to General Fund.

Department of Finance:		
Office of the Commissioner:		
Salaries	$ 7,677.55	$ 7,753.83
Postage	24.79	28.10
Telephone and Telegraph	1,391.78	1,567.52
Printing	9.70	3.64
Repairs	15.00	18.50
Codification of Regulations	4.00	.....
Office Supplies	1.80	.....
Paper Charges	31.62	.....
Books	9.50	3.60
Insurance	1.97	1.97
Premium on Bond	200.00	200.00
Totals	$ 9,367.71	$ 9,577.16
Division of the Budget:		
Salaries	$ 12,870.00	$ 14,979.15
Printing and Binding	.....	7.43
Paper for Printing	.....	15.00
Totals	$ 12,870.00	$ 15,001.58
Division of Purchases:		
Salaries	$ 31,678.24	$ 38,598.04
Postage	1,249.73	1,681.82
Telephone and Telegraph	568.96	323.06
Freight and Express	12.46	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Finance: **Division of Purchases:—Cont.**	Year Ended June 30, 1945	1946
Travel	$ 45.33	$ 293.65
Printing	729.39	3,048.65
Repairs	340.36	580.62
Office Supplies	936.46	2,035.95
Paper	707.14	1,545.99
Janitorial Supplies	6.40	.....
First Aid Kit	4.00	.....
Warehouse Equipment	25.72	.....
Tools and Hardware	99.52	1.00
Books and Periodicals	74.21	128.31
Premium on Bonds	150.00	50.00
Expense Not Classified	300.00	563.87
Machinery and Capital Outlay	147.50	865.70
Furniture and Fixtures	45.60	.....
Totals	$ 37,121.02	$ 49,716.66
Division of Accounts and Control:		
Salaries	$ 44,482.42	$ 43,338.91
Postage	670.32	816.18
Travel	92.29	166.29
Printing	1,675.10	2,243.00
Repairs	656.59	507.65
Office Supplies	854.28	934.46
Paper	909.88	894.79
Insurance	39.40	39.40
Premium on Bonds	150.00	220.00
Furniture and Fixtures	266.60	294.85
Freight and Express	.....	4.07
Continued Appropriation	.....	2,680.56
Totals	$ 49,796.88	$ 52,140.16
Division of Personnel Efficiency:		
Personal Services	$ 17,471.85	$ 18,025.50
Codification of Regulations	30.00	.....
Postage	78.23	78.70
Travel	130.29	60.21
Printing	74.86	158.61
Repairs and Replacements	17.25	8.84
Office Supplies	139.32	384.03
Paper	213.26	62.63
Ventilators	9.00	.....
Books and Periodicals	109.50	.....
Insurance	11.82	11.65
Furniture and Equipment	117.50	763.27
Membership Fee and Subscription	.....	100.00
Totals	$ 18,402.88	$ 19,653.44
Merit System:		
Salaries	$ 8,614.09	$ 10,339.57
Postage	524.68	.....
Telephone and Telegraph	234.46	593.74
Freight and Express	66.03	.....
Travel	277.94	248.64

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Finance: Merit System:—Cont.		
Printing and Binding	$ 1,423.01	$ .....
Utilities	15.80	.....
Repair—Equipment	33.65	66.45
Office Supplies	145.41	1,038.39
Paper Charges	163.80	.....
Books and Periodicals	5.00	.....
Rentals	12.50	7.50
Furniture and Equipment	70.50	691.12
Expense Not Classified	77.00	1,097.79
Totals	$ 11,663.87	$ 14,083.20
Department of Finance:		
Summary for year Ended June 30, 1945:		
Inter-Account Credits and Refunds	$ 15,379.68	
Allotment	2,000.00	
Total Funds		$ 17,379.68
Disbursements		11,663.87
Balance Unexpended		$ 5,715.81
Summary of Funds and Costs for Year Ended June 30, 1946:	Contribution	Charges Pro-rated
Unemployment Commission	$ 5,470.00	$ 4,034.03
Welfare Department	11,715.75	8,640.85
Finance Department	2,000.00	1,408.32
Totals	$ 19,185.75	$ 14,083.20
Division of Public Properties:		
Salaries	$ 77,739.37	$ 91,205.64
Postage	3.30	337.36
Telephone and Telegraph	(–) 2,615.19	(–) 1,629.80
Freight, Express and Drayage	82.42	5,484.88
Printing and Binding	140.41	1,315.88
Utilities	12,973.58	14,144.44
Repairs	9,152.54	12,980.71
Services Not Classified	(–) 979.39	(–) 1,489.72
Inter-Account Credits	(–) 2,342.37	(–) 1,445.60
Office Supplies	1,000.53	1,890.31
Paper	142.66	63.75
Food Supplies (Ice, etc.)	449.45	.....
Coal, Coke and Fuel Oil	18,017.02	34,509.47
Motor Fuel and Lubricants	1,492.87	1,020.63
Uniforms, Work Gloves, etc. (Dry Goods)	205.14	502.36
Janitorial Supplies	1,536.86	4,742.76
Chemicals and Drugs	196.35	122.43
Repairs—Equipment	1,957.10	989.51
Repairs—Buildings	1,591.17	330.00
Agricultural and Botanical Supplies	1,548.39	994.26
Household and Kitchen Supplies	3,075.77	8,026.50
Tools and Hardware	1,694.44	2,239.90
Materials and Supplies Not Classified	553.45	347.56
Rentals—Equipment	426.02	24.00
Insurance	2,697.72	4,097.00
Furniture and Equipment	872.30	1,273.03
Totals	$ 131,611.91	$ 182,077.26

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Other Finance Allotments:	Year Ended June 30,	
Public Printing:	1945	1946
Printing and Binding	$ 11,403.34	$ 15,310.37

Distribution for Year Ended June 30, 1946

Secretary of State (Elections, Corp. Law and Forms)	808.09
Clerk of Court of Appeals (Dockets)	857.81
Acts of General Assembly	844.89
Biennial Budget	1,965.60
Revenue Department—Forms for County Officers	10,833.98
Total	$ 15,310.37

Public Record Books:		
To Counties	$ 20,198.25	$ 54,189.91
Registration Books:		
Expenditures	$	$
Papers for Ballots and General Assembly:		
Expenditures	$ 9,146.12	$ 18,213.47
Paper Revolving:		
Gross Expenditures	$ 53,760.67	$ 70,951.32
Inter-Account Credits	69,069.31	72,546.88
Excess Credits	$ 15,308.64	$ 1,596.56
Continued Appropriation	$	$ 5,650.78
Postage Revolving:		
Gross Expenditures	$ 79,860.30	$ 80,874.00
Inter-Account Credits	77,953.16	82,725.97
Net Totals	$ 1,907.14	$(-) 1,851.97
Confederate Pensions:		
Expenditures (Pensions)	$ 75,433.00	$ 62,303.00

COMMENTS—NEW LANDS AND BUILDINGS

We have made a detailed examination of all vouchers charged to New Lands and Buildings. The statement of expenditures for account 670 is taken from the record in the Division of Engineering and Construction. The costs allocated to specific units represents repairs and improvements excluding Architects' Fees, Blue Prints, Specifications and some miscellaneous expense. These items represent approximately 38% of total expenditures unallocated to the units served by such service.

Administrative costs include the salary of W. H. Atteberry, $1,200.00 and $517.50 for Engineering services.

The expenditures include $330.00 for firemen at the Power Plant. They also include three vouchers for coal as follows:

Voucher 66270	Coal for Power Plant	$197.81
Voucher 68759	Coal for Power Plant	258.42
Voucher 75486	Coal for Kentucky Training Home	461.67
Total		$917.90

It was explained that the coal for the Kentucky Training Home was a return of coal borrowed during the period of the coal shortage.

The employment of firemen was explained as necessary during the breakdown of the Power Plant and to get heat to the New Capitol Building.

The appropriation includes the repair of buildings and equipment and fixtures appurtenant thereto. The validity of the claims for extra firemen are questionable. In respect to the coal, it is our opinion that this was not a proper charge, not being a necessary part of any repair work or appurtenant thereto.

The statement for the continued appropriation was compiled from vouchers on file in the Finance Department. A summary of these vouchers show $32,705.29 for architect fees, consulting services and plans.

A further summary shows a total of $173,066.65 expended from both 1945-1946 allotments and the continued allotments. Of this amount $78,398.52, or approximately 45%, was expended for Architects Fees, Engineering Services, Blue Prints and Specifications.

We do not evaluate the services of the Division of Engineering. Such services are certainly necessary but this work deserves special consideration by the Legislature in connection with future appropriations.

CLASSIFIED STATEMENT OF EXPENDITURES

Other Finance Allotments:	Year Ended June 30,	
New Lands and Buildings—Account No. 670:	1945	1946
Salaries—Administrative	$ 4,087.86	$ 1,200.00
Engineering, Inspection and Other Salaries	27,525.46	517.50
Architects' Fees and Professional	36,554.53	36,473.72
Blue Prints and Specifications	2,198.19	9,219.51
Other Undistributed Expense	7,086.98	2,709.65
Allocated Expenditures:		
Eastern State Hospital	5,768.11	3,234.18
Central State Hospital	19,860.20	8,095.18
Western State Hospital	5,814.82	1,840.16
Kentucky Training Home	2,424.82	1,380.48
Houses of Reform	2,878.11	8,072.63
Reformatory	295.24	986.84
Penitentiary	1,751.81	3,945.35
Women's Prison	8.46	256.50
Kentucky Children's Home	3,569.39	4,208.91
Old Welfare Building	5,640.01	1,273.10
Executive Mansion	37,746.08	10,546.64
Capitol Power Plants	360.80	20,812.54
State Office Building	69.50	1,812.60
Kentucky State College for Negroes	301.31	.....
Armory (Ravenna)	.....	1,167.20
Kentucky School for the Deaf	161.40	.....
Old State Capitol	217.67	1,825.99
Truck—Finance Department	.....	1,757.43
Capitol—Converting Power	.....	6,164.19
	$ 164,320.75	$ 127,500.30
Continued Appropriation—Account No. 678:		
Eastern State Hospital	$ 5,906.22	$ 4,820.96
Kentucky Training Home	8,995.20	20,912.36
Penitentiary	2,574.00	3,925.00
Kentucky Children's Home	10,628.65	.....
Kentucky State College	17,677.18	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Continued Appropriation:	Year Ended June 30,	
Account No. 678:—Cont.	1945	1946
Central State Hospital	$	$ 13,055.00
Houses of Reform	.....	1,008.00
Hazelwood	.....	1,845.03
Totals	$ 45,781.25	$ 45,566.35
Department of Revenue—General Fund:		
Office of Commissioner:		
Salaries	$ 15,604.69	$ 17,214.63
Travel	167.61	529.24
Totals	$ 15,772.30	$ 17,743.87
Division of Property Taxation:		
Salaries	$	$ 2,530.25
Professional and Consulting Services	.....	279.60
Freight and Express	.....	161.06
Travel	.....	2,033.06
Paper Charges	.....	8.11
Totals	$	$ 5,012.08
Division of Income Taxation:		
Salaries	$ 29,817.45	$ 33,286.91
Professional and Consulting Services	46.00	957.12
Other Personal Services	100.10	.....
Travel	2,375.41	806.93
Printing and Binding	6,428.19	.....
Office Supplies	814.83	2,001.50
Paper Charges	2,030.30	592.15
Books, Periodicals, etc.	659.60	698.35
Totals	$ 42,271.88	$ 38,342.96
Less: Refunds and Inter-Account Credits	.....	56.38
Net Total Expenditures	$ 42,271.88	$ 38,286.58
Division of Excise Taxes:		
Salaries	$ 9,677.83	$ 10,203.91
Professional and Consulting Services	.....	324.00
Travel	402.89	334.13
Printing and Binding	19,353.13	47,224.68
Paper Charges	.....	8.32
Books, Periodicals, etc.	.....	7.35
Postage	5.00	.....
Repairs	82.00	.....
Totals	$ 29,520.85	$ 58,102.39
Department of Revenue:		
Service Division:		
Salaries	$ 132,295.42	$ 145,421.13
Bank Service Charges	.....	94.47
Postage	8,272.73	12,039.99
Telephone and Telegraph	5,090.60	3,817.36

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Revenue:	Year Ended June 30,	
Service Division: Cont.	1945	1946
Freight and Express	$ 290.26	$ 365.22
Travel	21,981.12	14,669.11
Printing and Binding	1,113.42	1,963.84
Electricity and Gas	13.60	37.13
Repairs—Equipment	1,877.06	1,465.17
Services Not Classified	61.68	289.05
Office Supplies	7,878.85	4,751.91
Paper Charges	467.95	2,393.75
Gasoline and Oil	80.19	66.52
Janitorial Supplies	147.12	220.69
Books, Periodicals, etc.	729.40	1,162.95
Materials and Supplies Not Classified	1,041.10	104.10
Rent—District Offices	2,188.02	2,537.11
Insurance	132.29	130.52
Bonds of Officials	1,269.31	1,075.00
Furniture and Equipment	6,685.92	6,409.48
Miscellaneous Expense	56.90	222.87
Totals	$ 191,672.94	$ 199,237.37
Less: Refunds and Inter-Account Credits		742.10
Net Total Expenditures	$ 191,672.94	$ 198,495.27
Division of Research and Statistics:		
Salaries	$ 7,748.19	$ 8,966.12
Travel	324.17	223.67
Office Supplies	24.81	1.00
Paper Charges	32.77	60.91
Books, Periodicals, etc.	93.11	162.82
Special Tax Survey, etc.	1,492.68	
Postage	3.00	
Printing and Binding	85.06	
Rentals	59.00	
Totals	$ 9,862.79	$ 9,414.52
Less: Refunds and Inter-Account Credits		889.23
Net Total Expenditures	$ 9,862.79	$ 8,525.29
Department of Revenue:		
Division of Local Relations:		
Salaries	$ 13,532.09	$ 13,917.27
Freight and Express	209.44	36.04
Travel	1,678.93	580.58
Services Not Classified	1,905.98	1,996.04
Printing and Binding	399.57	
Paper Charges	163.50	
Other Expenses	2.94	
Totals	$ 17,892.45	$ 16,529.93
Division of Escheats:		
Salaries	$ 7,173.20	$ 6,520.59
Travel	90.97	137.05
Services Not Classified (Advertising)		2,697.50

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Revenue:	Year Ended June 30,	
Division of Escheats: Cont.	1945	1946
Printing and Binding	$ 15,038.54	$ .....
Office Supplies	18.00	.....
Paper Charges	18.34	.....
Totals	$ 22,339.05	$ 9,355.14
Department of Revenue—Revolving Funds:		
Gasoline Tax:		
Salaries	$ 33,097.87	$ 33,091.09
Travel	5,537.37	5,694.45
Printing and Binding	84.04	.....
Paper Charges	14.11	.....
Totals	$ 38,733.39	$ 38,785.54
Less: Refunds	.....	357.64
Net Total Expenditures	$ 38,733.39	$ 38,427.90
Gasoline Refund Tax:		
Salaries	$	$ 2,685.92
Postage	.....	443.95
Travel	.....	146.10
Office Supplies	.....	481.48
Paper Charges and Printing	.....	4,128.39
Furniture and Equipment	.....	751.34
Totals	$	$ 8,637.18
Automobile Tax:		
Salaries	$ 39,896.79	$ 45,114.14
Travel	4,921.62	6,820.00
Printing and Binding	14,274.47	11,460.83
Office Supplies	610.43	95.15
Auto Siren (O. M. Howard)	.....	31.50
Books, Periodicals, etc.	965.75	112.50
Equipment	.....	1,027.70
Audit (Waldeman and Petot)	.....	500.00
License Plates	5,480.68	22,114.67
Postage	149.84	.....
Freight and Express	105.13	.....
Paper Charges	2,016.50	.....
Miscellaneous Expense	112.50	.....
Totals	$ 68,533.71	$ 87,276.49
Less: Refunds	.....	$ 315.67
Net Total Expenditures	$ 68,533.71	$ 86,960.82
Department of Revenue:		
Operators' License:		
Salaries	$ 23,785.00	$ 32,236.80
Travel	524.17	949.86
Printing and Binding	3,330.04	5,611.59
Office Supplies	257.20	17.26
Equipment	1,500.00	205.20

	Year Ended June 30, 1945	1946
Department of Revenue:		
Operators' License: Cont.		
Postage	$ 15.00	$ .....
Freight and Express	4.18	.....
Paper Charges	962.43	.....
Totals	$ 30,378.02	$ 39,020.71
Less: Refund	.....	10.65
Net Total Expenditures	$ 30,378.02	$ 39,010.06
Distilled Spirits and Fair Trade Act:		
Printing and Binding	$ 147.02	$ .....
Paper Charges	222.54	.....
Equipment	1,307.25	475.00
Totals	$ 1,676.81	$ 475.00
Revenue Agents (Old Law):		
Expenditures	$	$ 192.53
Back Tax Section:		
Salaries	$ 7,866.35	$ 18,250.13
Professional and Consulting Services	9,626.06	34,813.64
Other Personal Services	82.95	446.28
Printing and Binding	86.80	.....
Travel	330.63	2,567.70
Books, Periodicals, etc.	42.00	71.90
Bonds of Officials	45.00	45.00
Audit (Smith and Leary)	355.50	.....
Totals	$ 18,435.29	$ 56,194.65
Less: Refunds	.....	48.03
Net Total Expenditures	$ 18,435.29	$ 56,146.62
County Share of Truck Licenses:		
Distribution to Counties (Regular Account)	$ 650,418.30	$ 694,802.40
Distribution to Counties (Suspense Acct.)	16,368.65	.....
Totals	$ 666,786.95	$ 694,802.40
Gross Receipts Tax—County Portion:		
Expenditures	$	$ .....
Other Revenue Agencies:		
County Tax Commissioners:		
Total Expenditures	$ 417,201.55	$ 387,778.48
County Board of Supervisors:		
Total Expenditures	$ 19,073.00	$ 18,138.00
Elections:		
State Board of Election Commissioners:		
Salaries and Per Diem	$ 215.81	$ 285.00
Postage	.....	21.00
Travel	28.43	122.49
Printing	55.00	20.22
Paper for Printing	.....	6.32
Totals	$ 299.24	$ 455.03

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Elections: Cont.	Year Ended June 30,	
State Board of Registration and Purgation:	1945	1946
Salaries and Per Diem	$ 485.00	$ 390.00
Travel	5.90	101.23
Totals	$ 490.90	$ 491.23
Presidential Electors:		
Per Diem	$	$ 100.00
Travel		451.20
Totals	$	$ 561.20
Department of Conservation:		
Commissioner of Conservation:		
Salaries	$ 3,999.96	$ 3,999.96
Postage	4.11	
Telephone and Telegraph	319.29	416.22
Travel	1,912.57	1,915.11
Printing and Binding	5.50	
Office Supplies	7.57	22.47
Paper for Printing	15.29	1.66
Paper for Book—"Kentucky's Resources"	2,475.00	
Janitorial Supplies	1.87	.35
Chemicals and Drugs	16.39	
Tools and Hardware Supplies	8.35	12.17
Books and Periodicals	14.00	
Other Expense Not Classified	4.17	7.99
Gas and Oil		143.94
Desk Set		20.00
Totals	$ 8,784.07	$ 6,539.87
Less: Transfer to Soil Conservation	2,500.00	2,500.00
Net Total Expenditures	$ 6,284.07	$ 4,039.87

COMMENTS—DIVISION OF STATE PARKS

Statement No. 4 shows that five of the twenty parks included in the summary realized an excess of operating receipts over expenditures. These were Butler Memorial, Cumberland Falls, Jefferson Davis Monument, My Old Kentucky Home and Pioneer Memorial. At all the other parks expenditures exceeded receipts. In the case of Cumberland Falls the park itself realized a loss of $6,021.60, while the two hotel accounts realized a total gain of $8,910.75. The result for the whole unit was a net gain of $2,889.15. Excess disbursements, including the Central Office, amounted to $37,615.60. This deficit was offset by excess receipts amounting to $15,975.89, leaving a net deficit of $19,842.41 after considering non-operating receipts . When the two supplementary General Fund appropriations amounting to $35,000.00 are considered a gain of $14,157.58 was realized. This gain is accounted for as follows:

Increase in fund balance, Account 4300 (Statement 10)	$ 2,637.00
Increase in Bank Deposits (Statement 3, Schedule "A")	9,020.58
Increase in Levi Jackson—Private Grant (Statement 13)	2,500.00
Total	$14,157.58

The comparative statement (Statement 6) shows a very successful year compared with the preceding one. Operating receipts increased 91.85%. While the greatest percentage of increase was realized at Pennyrile, Natural Bridge, Pioneer, My Old Kentucky Home, Jefferson Davis Monument and Butler Memorial, yet, measured in dollars, Cumberland Falls and My Old Kentucky Home far exceeded any of the others. The greatest sources of receipts were admissions, sales, cabin rentals and hotels. Sales increased approximately 186%, admissions 155%, cabin rentals 83% and hotels 56%.

Compared with the preceding year expenditures increased 77.52%. This increase is shown more in detail as follows:

	1945-46	1944-45	Increase	%
Salaries	$ 64,584.43	$ 46,070.29	$ 18,514.14	40
Travel	2,303.58	1,661.31	642.27	39
Utilities	6,772.50	4,748.78	2,023.72	43
Stationery, Printing and Advertising	3,441.49	602.78	2,838.71	471
Renewals and Repairs	8,676.14	3,541.37	5,134.77	145
Insurance	7,337.65	5,784.12	1,553.53	27
Merchandise for Resale	22,841.47	7,186.77	15,654.70	218
Supplies, Capital Outlay and Others	53,048.04	25,606.72	27,441.32	107
Totals	$169,005.30	$ 95,202.14	$ 73,803.16	77.52

Of the $18,514.14 increase in salaries, $7,430.67 was at Cumberland Falls, $2,189.05 at Pennyrile, $3,115.72 at Audubon and $2,392.48 at Kentucky Lake.

The increase in charges to the Central Office included $500.00 for salaries; $2,964.80 for stationery, printing and advertising; $357.41 for travel and $3,525.04 for Capital Outlay. These were somewhat offset by decreases in some other expenditures.

A comparison of purchcases and sales of merchcandise for the two years is shown as follows:

	Purchases	Sales	Excess Sales
1944-1945	$ 7,186.77	$11,919.62	$ 4,732.85
1945-1946	22,841.47	34,134.85	11,293.38

The percentage of excess sales based on purchases were greater in 1944-1945 than in 1945-1946, but this does not reflect the changes in inventories.

We made no examination of the accounting at the various parks. This report is based on the records at the Central Office.

RECOMMENDATION

As shown in Statement 5, the bank balances at the beginning of the year amounted to $30,981.63 and at the close of the year to $40,617.82. This indicates an average bank balance of approximately $35,000.00. The pay-in-vouchers show seven withdrawals during the year for deposit in the State Treasury. There is evidently a considerable lag in reporting receipts as required by K. R. S. 41.070. Expenditures to Mrs. A. J. Tyler are made directly from the bank without clearing through the State Treasury. We recommend that the policy of transmitting funds be changed so as to effect a more substantial compliance with the law. Since receipts have increased to $169,000.00 and are still increasing, this demands immediate attention.

An Act passed by the 1946 Session of the General Assembly, now K. R. S. 62.170, requires a bond for all employees or deputies whose functions involve the handling of money or licenses or property to be

sold or exchanged for money. This law became effective June 19, 1946. Section K. R. S. 62.190 provides for blanket bonds. We also recommend compliance with this law without further delay.

In all other respects, both the Director and his office force deserve commendation for their loyalty and earnest work in the betterment of the park system. The statutory salary of the Director has not been held below the limit by the Head of the Department as may have been true in some other instances but the Director himself voluntarily fixed his own salary at $1,500.00, leaving $2,000.00 for the benefit of the system. This is concrete evidence that the dominant motive is service.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Conservation:	Year Ended June 30,	
Division of State Parks:	1945	1946
Personal Services	$ 46,070.29	$ 64,584.43
Stationery, Printing and Advertising	602.78	3,441.49
Renewals and Repairs	3,541.37	8,676.14
Utilities	4,748.78	6,772.50
Supplies	21,059.15	36,903.80
Merchandise for Resale	7,186.77	22,841.47
Travel	1,661.31	2,303.58
Insurance	5,784.12	7,337.65
Other Expenses (Including Capital Outlay)	4,547.57	16,144.24
Totals	$ 95,202.14*	$ 169,005.30
* From—		
Appropriation Account—State Parks	$ 25,400.00	$ 25,000.00
Revolving Fund Account—State Parks	60,339.64	135,005.31
Appropriation Account — My Old Kentucky Home	8,953.84	8,999.99
Revolving Fund Account—Pennyrile	508.66	.....
Totals	$ 95,202.14	$ 169,005.30
Federal Admission Tax:		
Expenditures	$ 3,361.83	$ 6,498.52
Levi Jackson State Park—Private	.....	.....
Levi Jackson State Park—J. N. Feltner	.....	.....
Pennyrile State Park	.....	.....
Division of State Parks—Land Grants	.....	.....
My Old Kentucky Home—Investment Proceeds	.....	.....
My Old Kentucky Home—Special	.....	.....
J. G. Weisiger Memorial Park	5,000.00	.....

COMMENTS—DIVISION OF FORESTRY

We have examined the records of the Division of Forestry with the results shown in the following statements. The records have been accurately kept and are in agreement with those of the Finance Department.

We include a copy of the Director's report, including statistical data in respect to forestry and outlining the various activities of the Division. This report is submitted without verification. It is included because of its informative nature respecting the functions of the Division, as verified by the Director.

ACTIVITY AND PROGRESS REPORT

Functions of the Division of Forestry in the Department of Conservation are described in Section 149.010 of the Kentucky Revised Statutes. Briefly, the Division is responsible for providing for organized

forest fire protection; cooperating with the Federal Government, state departments and landowners in the perpetuation of tree growth; the redemption of wasteland; the advancement of forest interests of the state and the promotion of public appreciation of forest protection and reforestation.

Kentucky's total forested area is 11,857,101 acres. Of this total, the Commonwealth owns 41,675 acres, and 11,161,903 acres is privately owned. Thus 44 per cent of the State's total area is State or private forested land. Also, there are 1½ million acres of wasteland which produces nothing. So great has been the abuse of our forests that they now produce only a small fraction of their potential quantity, and that fraction is of relatively low quality. On the Division of Forestry rests the responsibility of restoring the forests to their highest producing capacity of best quality timber.

To facilitate this restoration the Division was reorganized in June, 1944. Two assistant directors were appointed; one to superintend forest fire control and the other to superintend state forests and timber management. Provision has been made for appointing superintendents for other branches as funds become available. The State has been divided into seven forest districts, and ultimately, each will be headed by a district forester. The Western District, consisting of eleven counties, was activated in January, 1946, when a district forester—with headquarters at Mayfield—was employed. The Tennessee Valley Authority furnished part of the funds for operation of this district, under a cooperative agreement. Work in other parts of the State is supervised by the assistant directors, until such time as other districts can be activated.

Fire Protection

Fire continues to be "Forest Enemy Number One" in Kentucky. About 87 per cent of Kentucky's private forest land is still without protection from fire. Table No. 1 shows the forest fire protection record for the calendar years 1943, 1944, and 1945 and for the fiscal year 1945-46.

Table No. 1

Year	Total Area Protected (acres)	Number of Fires Extinguished	Area Burned (acres)	Percent Burned of Area Prot.	Area Private Land w.o. Prot. (acres)	Est. No. Fires on Unprot. Land	Net Area Burned on Unprot. Land (acres)
1943 (Cal.)	1,671,000	444	11,468	.69	8,590,000	3196	255,680
1944 (Cal.)	1,671,000	303	10,669	.64	8,590,000	2876	230,000
1945 (Cal.)	1,450,000	331	12,382	.854	8,590,000	3075	246,000
1945-1946	1,559,601	437	17,772	1.14	9,643,977	2820	197,400

In January, 1945, the protected area was reduced by 221,000 acres. In 1943 and 1944 the Federal Government allotted special War Emergency funds to Kentucky for protection of areas critical to National Defense. When the special allotments were cut off, the protected area was again restricted to that covered by cooperative agreements with the landowners under the State's fire patrol law.

In 1943, fire protection was organized in only 14 counties, twelve of them in the mountains and two in western Kentucky. Gradual expansion began in 1944, and now all or parts of 22 counties (6 in western Kentucky and 16 in the mountains) have protection. New laws, enacted by the 1946 General Assembly, did not take effect until June 19, but are expected to expedite the extension of organized protection this year. The increase shown in 1946 in area without protection resulted from a definite determination of the actual forested area in Kentucky by the

U. S. Forest Service's forest reappraisal of 1945. Until the reappraisal the forested area had been merely estimated as 10½ million acres.

During the fiscal year 1945-46 materials were bought for five wood lookout towers (46 feet high), and construction was started on four of them. More than 25 miles of metallic circuit telephone lines were built to connect lookout towers with wardens, and materials were purchased for building 50 addidtional miles. In June, 1945, five trucks were bought. Four of them (1½-ton weapon carriers from Army surplus) were delivered in August, 1945. The fifth truck (¾-ton pickup) has not yet been delivered.

The Division now owns and operates 27 lookout towers, 319 miles of telephone line, 3 tractors, 2 motor patrol graders, 18 trucks, four portable pumpers, three fire danger measuring stations, and fueldmoisture scales for six more stations, and fire fighting tools to equip 2,400 men.

Since most forest fires are man-caused, education in prevention has been pushed throughout the State. During the fiscal year, 400,000 pieces of fire prevention literature, bookmarks, posters and other materials were placed in the hands of residents of forested areas. Motion picture films were shown before 2,000 persons, and fire prevention radio programs were carried throughout each fire season over five important stations. Numerous talks were given by Division personnel, schools were visited and newspapers have generously given space for both fire prevention articles and advertisements. To implement the law enacted by the 1944 General Assembly, making compulsory the teaching of conservation of natural resources, a source book was written and has been published. The chapter on forestry was written by the director of the Division.

Forest fire protection is a cooperative project, in which the Federal Government matches the total funds spent by the State and private landowners.

Reforestation

A forest tree nursery, capable of producing 1¼ million seedlings annually, is operated to encourage and assist in the reforestation of wasteland. Trees are sold to landowners, for reforestation only, at a nominal charge. This is also a cooperative project, part of the cost being borne by the Federal Government. The War greatly curtailed the demand for seedlings, but as labor becomes available, the demand is expected to increase. Table No. II shows the tree distribution record for the past 3½ years. In the spring of 1946 seed was sowed to produce 800,000 two-year-old pine seedlings for the spring of 1948.

Table No. II

Calendar Year	Total No. of Trees Produced	No. of Trees Distributed	No. of Acres Reforested
1943	517,000	230,100	230
1944	270,000	270,000	270
1945	397,800	197,800	198
1946 (Spr. Only)	501,700	311,000	311
Totals for Period	1,686,500	1,008,900	1,009

In addition to distribution from our own nursery, more than ½ million free pine seedlings, obtained from the Tennessee Valley Authority, were distributed to landowners in the seven counties lying in the Tennessee River Valley. Plans were made for distribution of nearly ¾ million seedlings next spring. The administration of this project was handled by our District Forester at Mayfield, and constituted a major project.

Forest Management and Marketing Service

A new service, established in 1944, is designed to provide education and assistance to private owners in forest management and the marketing of forest products. It also includes the preparation of reforestation plans where large scale planting is necessary. This service is so handicapped by lack of funds and personnel that thus far it has been only a token service. Yet it has done some effective work, especially in the past fiscal year, and has produced several excellent demonstrations of good forest management. The demand for such service increases daily.

State Forests

Two state forests, totaling 15,240 acres, were operated in Bell and Harlan counties, as demonstrations of scientific forestry, and as public recreational areas. Although more than four million feet of timber has been sold from these forests since 1943, through the practice of scientific forestry, the tree growth rates and quantity of timber are being increased, and the quality is improving. Data for additional sales is being prepared. These forests also furnish much of the poles and lumber used by the Division in its construction and maintenance work.

Cabins and recreational facilities at Kentucky Ridge Forest, in Bell County, were repaired, in preparation for the anticipated increase in tourist trade. On June 19, the Pennyrile State Forest of about 15,000 acres near Dawson Springs was leased from the Federal Government and added to the system.

Summary

Progress during the last year has seemed especially slow and difficult to achieve. The general unrest and reconversion-to-peace difficulties, which beset the Nation, have hindered our work in every direction. Fit personnel is hard to get and hold. Essential materials and equipment are largely unavailable. Cooperating agencies have their own troubles, and cannot now devote time to ours. Nevertheless, some progress has been made.

(Signed) H. B. Newland, Director
Division of Forestry

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Conservation:
Cumberland Gap National Park:

Personal Services:	Year Ended June 30, 1945	1946
Salaries	$ 2,400.00	$ 2,400.00
Professional and Consulting	4,318.10	9,883.28
Unclassified (Including Court Costs)	2,291.65	4,431.45
Postage and Express	30.36	40.00
Telephone and Telegraph	216.49	28.60
Travel	26.25	44.85
Printing and Binding	6.29	.....
Repair Services	700.00	.....
Office Supplies	11.40	18.11
Furniture and Equipment	39.85	.....
Commissions	600.00	.....
Other Supplies and Services	850.47	183.73
Land	63,509.14	57,969.92
Totals	$ 75,000.00	$ 74,999.94

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Conservation:		
Lincoln Homestead (Francis Berry House):		
Labor	$	$ 36.00
Travel		37.15
Supplies		26.00
Contract No. 3782		4,700.00
Totals	$	$ 4,799.15
Division of Forestry:		
Nursery:		
Administration	$ 1,608.48	$ 1,731.89
Field Personnel	3,303.60	4,276.92
Materials and Supplies	1,270.26	795.72
Property and Equipment	154.44	522.68
Fire Prevention:		
Administration	18,741.84	15,963.54
Field Personnel	40,210.06	63,706.45
Implements and Equipment	9,926.82	17,532.08
Other Expenses	28.94	126.28
Fire Suppression:		
Wages and Retainers	5,270.69	4,993.26
Food and Supplies	156.76	118.05
Travel	305.63	205.69
State Forest and Management:		
Administration	4,001.09	5,307.48
Field Personnel	4,170.01	6,968.00
Implements and Equipment	1,090.40	2,079.64
Operation—Recreational Area	243.95	751.39
Other Expenses	24.00	27.00
General Forestry:		
Administration	354.27	367.10
Other Expenses	20.80	142.90
War Forest Fire Control	10,000.00	.....
Totals	$ 100,882.04*	$ 125,616.07

COMMENTS—DIVISION OF PUBLICITY

We have examined the accounts of the Division of Publicity with the results shown in the following statements.

No evaluation of the services rendered by the Division was included in the scope of our audit. However, we include the special report of George A. Joplin, Jr., Director of Publicity, including a report on the circulation of the quarterly magazine, "In Kentucky." This report summarizes, in more or less detail, the various activities of the Division and the Director's evaluation of the work done.

Report of Director of the Division of Publicity

Since the end of the war the work of the Division of Publicity has practically doubled. We are getting twice as many requests for information and material as we were a year ago, and we are endeavoring to promptly take care of all inquiries.

The metropolitan newspapers of the nation have resumed their travel pages and we are getting numerous requests from them for feature stories and pictures of Kentucky's scenic and historical spots that would appeal to their readers planning vacation trips. We are supplying this material to the best of our ability.

Trade publications have also increased their demands for data, general information and stories about Kentucky and we are striving to promptly satisfy their requests as we regard this as excellent advertising media obtainable at very little expense to the Commonwealth.

We are keeping in close touch with travel bureaus and automobile clubs throughout the country, providing them with bulletins about Kentucky road conditions, and furnishing them material advertising the State's many attractions.

Several large manufacturing companies interested in establishing branch plants in Kentucky have been supplied by us with detailed information about Kentucky's resources and developments, industrially and agriculturally. We have given much time, study and research to this phase and believe our efforts have contributed largely to the location of three large plants in the state in recent months.

We are working closely with the newly organized Kentucky Chamber of Commerce, and the individual chambers of commerce throughout the state in an effort to attract new industries to Kentucky. This has required surveys and much correspondence on our part.

We have assisted several other state departments in preparation and distribution of material they wished to release to newspapers and other sources.

Souvenir post cards of the State have been obtained and supplied many persons and institutions. Numerous requests are received from schools for pictures or postal cards of the State Capitol, Old Kentucky Home, other buildings and shrines, and the Governor. These are taken care by your office. A folder showing the State seal, flag, bird, flower and Capitol is now being prepared and we hope to have them off the press in the early fall.

Aside from requests from postal card fans, the office is now handling more than 600 letters a month from persons seeking special information. The director has appeared before several luncheon clubs and civic organizations in the interest of the publicity division, and has visited secretaries of Chambers of Commerce in 20 communities since the first of the year.

We are enclosing a statement of the circulation of the magazine.

Respectfully submitted,

(Signed) George A. Joplin, Jr.,
Director of the Division of Publicity

August 27, 1946

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Conservation:	Year Ended June 30,	
Division of Forestry:	1945	1946
Reconciliation with Finance Department for Year ended June 30, 1946		
Amount Per Books		$ 125,616.07
Deduct:		
Paid by Federal Government	$ 908.11	
Refund Not Credited to Disb.	105.26	
Charges Unpaid	3,648.28	4,662.31
		$ 120,953.76

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Conservation:	Year Ended June 30, 1945	1946
Division of Forestry:—Cont.		
Add: Payments on Prior Year Charges		$ 4,173.26
Net Per Finance Department		$ 125,127.02
* From—		
Appropriation Account	$ 49,999.99	$ 49,998.60
Revolving Fund Account	75,127.03	50,883.44
Totals	$ 125,127.02	$ 100,882.04
Division of Publicity:		
Personal Services	$ 6,511.10	$ 6,766.58
Postage	819.90	642.10
Telephone and Telegraph	89.16	87.48
Freight and Express	37.61	17.05
Travel	740.13	917.60
Printing and Binding (Including "Kentucky" Magazine)	15,835.78	19,614.88
Commissions on Advertising	3,592.34	.....
Repairs	15.00	.....
Office Supplies	17.73	269.49
Paper for Printing	163.30	.....
Other Supplies and Expense	109.81	148.35
Moving Picture Film and Equipment	400.00	566.98
Books and Periodicals	5.00	53.11
	$ 28,354.86*	$ 29,083.62
* From—		
Appropriation Account	$ 17,531.62	$ 17,379.28
Revolving Fund Account	10,823.24	11,704.34
Totals	$ 28,354.86	$ 29,083.62

COMMENTS—DEPARTMENT OF GAME AND FISH

Receipts during the fiscal year increased 73% over the preceding year. Comparison of receipts reported to the Finance Department during the last three completed fiscal years are shown as follows:

	1945-1946	1944-1945	1943-1944
Acct. 2211—Licenses	$365,103.89	$214,604.28	$173,369.42
Acct. 1362—Miscellaneous	18,130.31	6,578.83	17,794.98
Totals	$383,234.20	$221,183.11	$191,164.40

During the year 1945-1946, approximately 88% of the receipts were from hunting and fishing licenses. The amount collected in fines was more than twice as much as collections from that source during the preceding year. In respect to receipts increased results are excellent.

Expenditures also increased 97% compared with the preceding year. The greatest expenditure, 44.07% of the total, was for law enforcement. Some of this expense was incurred in connection with other activities but owing to the nature of the work a proper allocation would have been extremely difficult. 15.30% of total expenditures was for Administration; 11.03%, for Capital Outlay; 10.58%, for Game—operating costs; 856%, for Fisheries—operating costs.

Total expenditures in the Game Division, amounting to $45,157.39, included $24,832.99 charged to the Game Farm. In Capital Outlay, $16,448.02 was charged to Farm Improvement and $3,456.50 to Land.

Incubators, brooders, holding pens, shop, coon pens and trucks are among the improvements at the farm. The contract for a water line to the farm amounting to $10,000.00 is outstanding as the work is uncompleted. Complete records of quail production have been installed and these are being kept at the farm.

With the new equipment installed and the interest now taken in the work, quail production, no doubt, will greatly improve over the results of the past year.

Traveling Expense

A thorough examination of all expense account vouchers was made and a recapitulation of monthly expenses incurred for the fiscal period by the Director and Chief Conservation Officer has been prepared. It is noted that some employees keep their expenses at a minimum while others travel extensively, occupy the higher priced hotel rooms and make numerous miscellaneous charges.

E. R. Burke — Supervisor, with headquarters at Prestonsburg, on Voucher No. 13126, lists his daily starting point from Prestonsburg and is allowed mileage therefrom, however, he spends nights of July 2nd, 17th and 18th in Hazard. On July 17th he shows a stop-over in Whitesburg but hotel receipt is from Hurst Hotel, Hazard. On Voucher No. 49756, Mr. Burke, lists from Prestonsburg to Perry County and vicinity on November 2nd, and on November 3rd he shows from Prestonsburg to Letcher County instead of showing from Hazard where he spent the night. A like discrepancy occurs on Voucher No. 59729 of Mr. Burke.

On Voucher No. 13139, Earl Wallace, Director, charges $4.00 for lodging in Mayfield on July 31st. The receipt attached from Hall Hotel in the amount of $4.00 is for "Earl Wallace, wife and daughter." A trip to Wisconsin and return, listed on Voucher No. 29586, totals $184.85 and exceeds travel authorization No. 75, which authorizes only $160.00 expenditures.

On Voucher No. 48249, John Currie, Supervisor, is allowed mileage from Middletown to Flemingsburg on November 19th of 135 miles, and from Middletown to Bellefont (Ashland) on the 20th of 25 miles, yet the nights of the 19th and 20th were spent in Ashland according to hotel receipts from Henry Clay Hotel.

E. E. Martin, Conservation Officer, lists $100 charge on Voucher No. 59735, for car storage at Walton from December 26th to 28th, inclusive, but has charged and was allowed mileage of 28 miles from Covington to Frankfort on 26th and 32 miles from Frankfort to Covington on 28th.

H. E. Camp, Vouchcer No. 67074, charges mileage from Trenton to Louisville on January 27th and from Trenton to Shepherdsville on 28th, 29th, 30th and 31st. Lodging is charged for five nights @ $3.50 and receipt is from Kentucky Hotel, Louisville, Kentucky. The mileage charged should have been "from Louisville to Shepherdsville" instead of "Trenton to Shepherdsville" if Mr. Camp actually stayed in Louisville.

Thomas R. Duncan, Voucher No. 72016, charges $2.95 for car storage from January 1st through January 8th, and $1.00 for car storage on January 31st "while on Deer Hunt." Receipts are from the Hermitage Hotel parking lot in Louisville.

On Voucher No. 88149, Roy B. Henry charges and was reimbursed $7.95 for one pair of hip boots, and on Voucher No. 98583, John De Lime was reimbursed $3.00 for tracing paper — neither of these items are essential to travel.

On Voucher No. 115140, Harold Alexander charges $1.90 as fare from Frankfort to Lexington, June 14th, and receipt from Greyhound Bus Lines lists "trip to Louisville $1.90."

W. G. Buchanan, Commissioner, charges $6.00 for use of boat dock 4 days @ $1.50 during stay at Albany, Kentucky (V-115144), and Ross Kelly lists $3.00 rental on locker for 60 days (V-116259).

Total mileage by Mr. Wallace for the period was 13759 and reimbursement totals $1,089.68, an average per month of 1146 miles, and $90.80 expenditures. Two out-of-State trips were made, including one trip to Wisconsin.

Mr. Phipps charged 27873 miles by automobile and $60.00 train fare from Frankfort to New York City and return. He was reimbursed $1,890.27 and his average per month was 2322 miles and $157.52 expenditures.

Ed Adams (V-82778), Frank Phipps (V-82779) and W. S. T. Johnson (V-82780) list an out-of-State trip to New York City and return, from March 10th to 14th, inclusive. On March 11th, each charges $4.50 for an evening meal and on the 12th a charge of $4.00 for an evening meal is made by each individual.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Game and Fish:	Year Ended June 30,	
Administrative:	1945	1946
Commissioner's Expense	$ 1,210.67	
Office Salaries	17,010.20	
Office Travel	1,667.34	
Office Supplies	6,516.13	
Publicity and Advertising	4,125.22	
Express	29.02	
Total		$ 30,558.58
Education Department		1,550.47
Law Enforcement:		
Repair and Care of Boats	$ 2,042.65	
Wardens' Salaries	88,625.17	
Wardens' Travel	30,577.63	
Wardens' Miscellaneous Expense	115.75	
Rewards	173.18	
Total		121,534.38
Fisheries:		
Fisheries	$ 719.00	
Fish Food	211.33	
Ashland Hatchery	705.20	
Elkhorn Hatchery	271.19	
Gatliff Hatchery	1,034.73	
Trigg Hatchery	5,124.24	
Pike County Rearing Ponds	1,019.97	
Harlan Rearing Ponds	266.45	
Somerset Rearing Ponds	100.00	
Supervisors' Expenses	1,799.28	
Seining Crew Wages and Expenses	6,061.17	
Total		17,312.56
Game:		
Flatwood Restoration	$ 1,302.75	
Game Food Nursery	2,043.23	
Game Farm	5,548.75	
Game Food	532.33	

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

		Year Ended June 30, 1945	1946
Department of Game and Fish:			
Game:—Cont.			
Game Birds and Animals	$	8,154.47	
Jones-Keeney Game Refuge		2,390.75	
Total			$ 19,972.28
Pittman-Robertson Project:			
Pennyrile Restoration	$	6.00	
Kentucky Lake		974.45	
Beaver Creek Refuge		1.88	
Total			982.33
Capital Outlay:			
Office Equipment	$	475.67	
Other Equipment		1,328.00	
Land		12,575.00	
Total			14,378.67
Other Expense:			
License Expense	$	5,218.52	
Refunds		294.35	
Undistributed		4,596.64	
Total			10,109.51
Grand Total			$ 216,398.78
VIII **Capital Outlay:**			
Commissioner's Expense	$	1,557.16	
Director's Office		22,529.40	
Supervisors		33,524.42	
Publicity		1,444.58	
Undistributed		6,193.92	
Total Administrative			$ 65,249.48
II **Education**			12,394.52
III **Happy Hunting Ground (Magazine)**			11,130.10
IV **Law Enforcement:**			
Superintendent of Wardens	$	6,700.49	
Wardens		181,263.82	
Total Law Enforcement			187,964.31
V **Division of Fisheries:**			
Superintendent of Fisheries	$	13,422.05	
Seining Crew		12,110.64	
Trigg Hatchery		2,815.59	
Gatliff Hatchery		2,529.31	
Ashland Hatchery		2,164.58	
Glen Springs—Insurance		28.36	
Pike County Rearing Pond		1,805.74	
Somerset Rearing Pond		95.28	
Harlan County Rearing Pond		105.80	
Elkhorn Property		311.93	
General Expense		1,106.84	
Total Division of Fisheries			36,496.12

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

		Year Ended June 30, 1945	1946
Department of Game and Fish:			
VI	**Division of Game:**		
	Game (Including Quail)	$ 8,249.19	
	Game Farm	24,832.99	
	Nursery	7,022.94	
	Jones-Keeney Refuge	2,117.06	
	Flat Woods Refuge	1,480.40	
	General Expense	1,454.81	
	Total Game		$ 45,157.39
VII	**Pittman-Robertson Project:**		
	(Supervised by Federal Government)		
	Kentucky Lake Project	$ 2,072.16	
	Pennyrile Refuge	4,047.89	
	Beaver Creek Refuge	3,205.61	
	Refuge Posting Project	6,575.82	
	Quail Survey	3,257.92	
	Coordinator	1,908.24	
	Total Pittman-Robertson Project		21,067.64
I	**Administrative Expense**		
	Office Equipment	$ 1,856.07	
	Game Farm Equipment	5,814.58	
	Game Farm Water Line	443.34	
	Farm Improvements	16,448.02	
	Ashland Hatchery Improvements	3,313.59	
	Photographic Equipment	3,901.37	
	Glen Springs Hatchery	395.48	
	Laboratory Equipment (Fisheries)	1,301.97	
	Land	3,456.50	
	New Motors	1,180.00	
	Miscellaneous Equipment	73.80	
	Boats	1,385.12	
	Hatchery Equipment	80.00	
	Books (Education Department)	326.50	
	Trucks	5,675.68	
	Stock Room and Photo Department Room	1,402.27	
	Total Capital Outlay		47,054.29
Grand Total Disbursements			$ 426,513.85
Deduct Amount Not Cleared Through Finance Department			879.95
Net Amount Per Finance Department			$ 425,633.90

COMMENTS—MILITARY DEPARTMENT

The budgetary records of the Adjutant General, Armories, Kentucky Active Militia, Civil Defense, Non-Elective Peace Officers and Industrial Peace Officers have been accurately kept and all accounts are in agreement with those of the Finance Department. Chapter 36 of the Legislative supplement provides that the Kentucky Disabled Ex-Service Men's Board shall constitute an independent agency. Since the work done by the Veteran's Division will be a separate function, the report of our examination of that Division will be submitted separately.

Adjutant General—Total charges in this budget unit amounted to $15,319.74. Charges during the preceding year were $14,513.02. Approximately 93% of the charges consist of salaries, travel expense, including meals and gasoline and communication service, including postage and telephone. The expense of salaries was decreased $490.54 compared with the preceding year while both travel expense and telephone service increased. The activities of the Division have been limited by the $16,000.00 appropriation.

Armories—There are 13 state-owned armories and 17 rented ones. Of the 17 rented, or leased ones, 9 are property of the Commonwealth of Kentucky Military Department Armory Corporation. This corporation provided the armory buildings through twenty-five year bond issues and in turn leased the building to the Agency at an annual rental sufficient to pay the interest on the bonds and to amortize the principal of the bonds on or before the maturity date, at which time the armories will become the propery of the State. The value of the nine armories based on cost is given as $360,600.00. No verification of this amount has been made.

In addition to the annual appropriation, outstanding obligations of the preceding year amounting to $3,150.20 were brought forward. An accounting for expenditures in payment of these obligations are shown separately in this report.

Kentucky Active Militia—In addition to the annual appropriation of $10,000.00 and a transfer of $403.50, there was a continued appropriation of $332.55 from the preceding year. Also, the Legislature passed two additional appropriations—S. R. 35 and H. R. 31. These additional amounts are accounted for separately in this report.

Non-Elective Peace Officers and Industrial Peace Officers—Both of these accounts are Revolving Funds. K. R. S. 61.360 provides that each special police officer appointed by the Governor shall pay a fee of $5.00 to be expended for administrative purposes. The receipts and expenditures for this purpose are accounted for through the Revolving Fund Account named Industrial Peace Officers. The salary of the peace officer is paid into the State Treasury by the owner of the property and paid out directly to the peace officer. This money merely passes or clears through the State Treasury. An accounting for both of these funds is included in this report.

The proper accounting for all funds referred to deserve commendation.

COMMENTS—VETERANS DIVISION

The Veterans Division did not comply with K. R. S., Section 12.130 for the fiscal period covered by this report. The above section specifically states:

> "The Governor shall cause each agency to keep a carefully systematized and well devised plan of filing, bookkeeping, and accounting. Said system shall be as nearly uniform as practical and shall be as comprehensive as necessary for the efficient administration and business needs of the respective departments. The records of each department shall be so kept that a full and complete report may be readily and economically prepared and furnished to the Governor monthly, showing in detail, all receipts and disbursements and other pertinent information required by the Governor, for the previous months."

No record of disbursements has been made since November, 1945, and it was necessary for us to prepare all statements herein from documents on file and recorded at the Division of Accounts and Control, Department of Finance.

The regular appropriation for the fiscal year was $60,500.00, with a supplementary appropriation made at the 1946 General Assembly (House Bill No. 528) of $15,000.00, making the total allotments of $75,500.00. Net expenditures at June 30, were $64,671.46 and unpaid obligations were $887.22, making the total disbursements $65,558.68 and leaving approximately $10,000.00 of the allotments unused, thereby reverting to the General Fund.

During the entire period, forty persons were listed on the Veterans Division Payrolls. At June 30, 1946, there were twenty-six, consisting of 1 Acting Executive Secretary, 4 Claims Reviewers, 7 Field Secretaries, 1 Principal Clerk, 4 Senior Clerks, 8 Miscellaneous Clerks and Typists, and 1 Janitress. In view of the fact that no record of expenditures had been kept since November, this would indicate that the payroll is inflated, or the employees are negligent in their work.

An examination of the expense account vouchers disclosed numerous irregularities.

On Voucher No. 13021, for the month of July, Claude S. Sprowls listed a miscellaneous charge of $19.25 for business cards.

On Voucher No. 30371, George L. Semonis charged $9.75 for 1,000 business cards and 1 card case.

For the month of April, James E. Downey charged $7.75 for 2 lots of cards and 1 card case (V-102381); George L. Semonis charged $7.00 for 2 lots of cards (V-102389); Claude S. Sprowls $9.25 for cards (V-102390); and R. E. Stivers $4.08 for desk name plate (V-102391).

For the month of May, George L. Semonis charged $4.02 for a name plate (V-107435); R. E. Stivers charged $2.50 for 1 cut, and $7.25 for business cards and card case (V-107437); and for the month of June, Charles T. Perkins $2.50 for 1 cut and $7.25 for 2 lots of cards (V-1161186). The listing of these purchases on expense accounts, incidental to travel, is contrary to regular procedure and if they were necessary should have been purchcased by requisition through the Purchasing and Printing Divisions.

On Voucher No. 68750, the expense account of Francis J. Miller, Field Secretary, he chcarges $3.97 as round trip train fare from Covington to Lexington on January 31, 1946. The receipt attached is from the Cincinnati Union Terminal Company and lists passage from Cincinnati to Lexington on the Southern Railway. The Southern Railway does not go through Covington, that city being served by the Louisville and Nashville Railroad, and the round trip fare from Covington to Lexington is $3.05. This would indicate an over-charge by Mr. Miller of 92 cents, for which he was reimbursed by the State.

We have prepared a recapitulation of all expenses charged by Claude S. Sprowls, Executive Secretary, from July 1, 1945, to May 11, 1946. It should be noted that no lodging has been charged for the entire period, yet there were listed numerous trips throughout the State with over-night stops. For example, during the month of December, Mr. Sprowls left Lexington on the 4th for Covington, from Covington to Louisville on the 5th, Louisville to Fort Knox on the 6th, Fort Knox to Owensboro the 7th, Owensboro to Madisonville the 8th, Madisonville to Dawson Springs the 9th, and Dawson Springs to Lexington the 10th. Round trip charges of 160 miles each from Lexington to Louisville were quite numerous, there being approximately 27 such trips during the period, and some of these on Sundays and Legal Holidays. There was one round trip on July 4th, a Legal Holiday, and one each on October 7, February 17, and March 17, which were Sundays. On April 30, 1946, Mr. Sprowls, lists from Lexington to Glasgow, 274 miles, and the following day, May 1st, he lists a round trip from Lexington to Louisville, not indicating his method of return from Glasgow. Such irregularities as the foregoing, should be thoroughly investigated before payment is approved by the Department Head or the Finance Department.

CLASSIFIED STATEMENT OF EXPENDITURES

Military Department:	Year Ended June 30,	
Adjutant General:	1945	1946
Personal Services	$ 11,859.92	$ 11,369.38
Postage	306.41	198.19
Telephone and Telegraph	695.69	1,042.19
Freight, Express, and Drayage	50.23	24.36
Travel	713.86	840.22
Printing and Binding	8.89	69.45
Renewals and Repairs	80.62	113.25
Laundry	44.35	154.85
Office Supplies	199.65	440.07
Gas and Oil	126.50	759.98
Books and Periodicals	20.50	1.50
Equipment	308.50	37.33
Miscellaneous	97.90	243.00
Totals	$ 14,513.02	$ 15,293.77
Veterans Division:		
Personal Services	$ 32,411.16	$ 45,251.21
Postage	1,400.00	3,000.00
Telephone and Telegraph	566.87	608.72
Freight and Drayage	55.00	147.17
Travel	6,988.89	9,704.65
Printing and Binding	.....	658.89
Renewals and Repairs	235.87	470.15
Office Supplies	645.83	1,306.74
Paper	316.89	664.19
Books and Periodicals	96.30	44.90
Rentals and Janitorial	715.00	1,489.47
Equipment	2,762.60	1,788.88
Miscellaneous	2.00	252.07
Totals	$ 46,196.41	$ 65,387.04
Armories:		
Personal Services	$ 4,092.00	$ 2,831.54
Telephone and Telegraph	203.63	394.91
Travel	39.45	214.87
Utilities	4,123.08	3,201.53
Renewals and Repairs	571.30	4,118.80
Coal, Gas and Oil	.....	336.85
Supplies	.....	342.41
Rentals	24,805.00	23,777.50
Insurance	3,508.05	4,318.63
Miscellaneous	63.84	127.58
Totals	$ 37,406.35	$ 39,664.62
Kentucky Active Militia:		
Personal Services	$ 21,904.97	$ 8,244.75
Postage	.....	200.00
Freight, Express and Drayage	23.22	1.93
Travel	6,597.91	681.17
Renewals and Repairs	2,513.66	9.20
Printing and Binding	18.38	6.50
Office Supplies	59.85	90.86
Laundry	3.50	.....
Gas and Oil	193.16	329.52

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Military Department: **Kentucky Active Militia:—Cont.**	Year Ended June 30, 1945	1946
Coal	$ 1,427.35	$ 332.55
Equipment	813.19	447.81
Miscellaneous	323.25	192.40
Totals	$ 33,878.44	$ 10,536.69
Deficiency Appropriation:		
Personal Services	$	$ 1,190.00
Travel	.....	405.88
Gas and Oil	.....	129.80
Reimbursement—Lost Property	.....	802.11
Totals	$	$ 2,527.79
Civil Defense:		
Personal Services	$ 120.00	$ 1,715.32
Postage	9.32	6.81
Renewals and Repairs	11.06	132.86
Office Supplies	3.75	.....
Gas and Oil	65.81	120.50
Insurance	32.20	22.20
Miscellaneous	5.30	.....
Totals	$ 247.44	$ 1,997.69
Less: Inter-Account Credits	105.75	.....
Total Net Expenditures	$ 141.69	$ 1,997.69
Non-Elective Peace Officers: (Revolving Fund)		
Personal Services	$ 241,840.31	$ 231,278.56
Industrial Peace Officers: (Revolving Fund)		
Expenditures	$ 507.72	$ 1,604.39

COMMENTS—KENTUCKY AERONAUTICS COMMISSION

Since its organization, the Kentucky Aeronautics Commission has not complied with K. R. S., Section 12.130, which specifically states:

> "The Governor shall cause each Agency to keep a carefully systematized, and well devised plan of filing, bookkeeping and accounting. Said system shall be as nearly uniform as practical, and shall be as comprehensive as necessary for the efficient administration and business needs of the respective departments. The records of the department shall be so kept that a full and complete report may be readily and economically prepared and furnished to the Governor monthly, showing in detail all receipts and disbursements and other pertinent information required by the Governor for the previous month."

The Aeronautics Commission, however, has taken steps to remedy this situation and are preparing to install the necessary system of bookkeeping and accounting so as to comply with the above quoted statute. This system will be in effect during the 1946-1947 fiscal year. Since the Commission maintained no books for the past fiscal year it was neces-

sary to prepare the statements of this audit from the files and records of the Division of Accounts and Control, Department of Finance.

The minutes of the Commission reveal that during the past fiscal year several policies were adopted that will reflect favorably on the future aeronautical operations for the State of Kentucky.

A study of the travel expense vouchers of the Commission shows that the irregularities were of minor nature and were easily adjusted between the Commission and the Department of Finance.

The Aeronautics Commission operates on a General Fund appropriation account and also on a Revolving Fund account. The Revolving Fund Account, however, is small and insignificant. During the fiscal year covered in this report the Commission received from the General Fund an appropriation of $10,000.00, and in addition were also allowed $5,100.00 from the Governor's Emergency Fund, making the total allotments available $15,100.00. Expenditures and outstanding obligations at this date total $15,080.85, leaving an unencumbered balance of $19.15.

The only source of receipts credited to the Revolving Fund was for charters, the fee for which is $25.00. During the past fiscal year five of these licenses were issued, making total receipts of $125.00.

CLASSIFIED STATEMENT OF EXPENDITURES

Kentucky Aeronautics Commission:	Year Ended June 30,	
Appropriation Account:	1945	1946
Personal Services	$ 2,375.56	$ 6,603.18
Topographical Survey for Airport	.....	1,000.00
Stenographic Services	.....	113.85
Postage	114.00	75.00
Telephone and Telegraph	37.19	490.78
Travel	2,457.31	3,498.92
Printing and Binding	.....	81.99
Utilities	.....	102.29
Repairs	16.75	.....
Office Supplies	184.61	256.06
Paper for Printing	25.07	26.44
Gas, Oil and Grease	.....	176.94
Other Supplies	.....	6.26
Books and Periodicals	81.02	36.00
Purchase of Airplane	.....	907.50
Association Dues	100.00	60.00
Capital Outlay	158.00	1,001.30
Purchcase of Airplane	.....	907.50
Miscellaneous	6.00	114.76
Totals	$ 5,555.51	$ 14,835.78
Revolving Fund Account:		
Personal Services	$	$ 245.10
Office Supplies	.....	8.20
Totals	$	$ 253.30

COMMENTS—DEPARTMENT OF AGRICULTURE

The records and files of all the Divisions of the Department of Agriculture covered by this report were neatly and accurately kept. Records of receipts, expenditures, allotments, and fund balances were in agreement with the records maintained by the Division of Accounts and Control, Department of Finance.

The Kentucky State Fair, which is under the jurisdiction of the State Fair Board, is not included in this report as a separate examination covering the State Fair will be made at a later date.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Agriculture:	Year Ended June 30,	
Bureau of Agriculture:	1945	1946
Salaries, Wages and Per Diem	$ 37,621.21	$ 37,266.94
Postage	413.75	533.62
Telephone and Telegraph	1,067.65	1,253.33
Travel	4,933.31	4,480.53
Printing and Binding	1,198.12	2,510.98
Repairs and Repair Parts	913.67	61.04
Office Supplies and Equipment	115.34	366.64
Paper for Printing	686.27	1,002.12
Motor Fuels and Lubricants	80.94	68.47
Other Supplies	78.19	7.23
Books and Periodicals	5.00	23.00
Rental of Equipment	52.50	52.50
Association Dues	10.00	10.00
Badges for Field Men	.....	27.00
Totals	$ 47,175.95	$ 47,663.40
State Board of Agriculture:		
Salaries, Wages and Per Diem	$ 15,132.51	$ 15,559.20
Postage	88.94	54.25
Telephone and Telegraph	137.69	316.60
Travel	2,922.77	2,781.92
Printing and Binding	166.34	57.88
Repairs and Repair Parts	157.78	135.44
Office Supplies and Equipment	672.26	331.06
Paper for Printing	12.76	51.27
Motor Fuels and Lubricants	180.29	49.15
Other Supplies	21.54	.....
Books and Periodicals	35.13	62.05
Insurance	80.96	70.40
Premium on Bonds	100.00	100.00
Miscellaneous Expenditures	95.75	260.86
Totals	$ 19,804.72	$ 19,830.08
Bang's Disease:		
Salaries and Wages	$ 60.00	$ 15.00
Postage	30.00	15.00
Telephone and Telegraph	.....	3.28
Travel	2,757.53	3,061.75
Printing and Binding	330.12	241.01
Repairs	.....	15.00
Office Supplies and Equipment	1,002.35	565.22
Paper for Printing	29.36	59.98
Miscellaneous Supplies and Expense	227.07	93.80
Plate Steel Tags	.....	1,075.50
Indemnities (Livestock)	10,518.77	10,923.01
Totals	$ 14,955.20	$ 16,068.55
Boys' and Girls' Clubs:		
Premiums, Prizes and Awards	$ 4,994.16	$ 5,000.00
Dog Law Enforcement—Revolving Fund:		
Salaries and Wages	$ 1,500.00	$ 5,022.56
Travel	809.15	1,658.42
Printing and Binding	21.05	32.61

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Agriculture: **Dog Inforcement—Revolving Fund:—Cont.**	Year Ended June 30, 1945	1946
Office Supplies	$	$ 54.70
Paper for Printing	4.20	43.67
Repairs	.....	23.55
Totals	$ 2,334.40	$ 6,835.51
Inspection Stockyard Weighmen—Revolving Fund:		
Salaries and Wages	$ 825.00	$ 500.00
Travel	34.75	1,207.59
Office Supplies	5.34	.....
Paper for Printing	.50	.....
Totals	$ 865.59	$ 1,707.59
Inspection Tobacco Warehouse Weighmen: (Revolving Fund)		
Salaries	$ 2,135.00	$ 2,588.55
Telephone and Telegraph	601.40	737.85
Travel	858.89	900.55
Printing and Binding	41.60	14.60
Paper for Printing	14.69	10.40
Professional and Consulting Service	.....	538.00
Repairs	.....	23.45
Totals	$ 3,651.58	$ 4,813.40
Summary of Expenditures:		
Bureau of Agriculture (General)	$ 47,175.95	$ 47,663.40
State Board of Agriculture (General)	19.804.72	19,830.08
Bang's Disease (General)	14,955.20	16,068.55
Boys' and Girls' Clubs (General)	4,994.16	5,000.00
Dog Law Enforcement (Revolving)	2,334.40	6,835.51
Stockyard Weighmen (Revolving)	865.59	1,707.59
Tobacco Warehouse Weighmen (Revolving)	3,651.58	4,813.40
Totals	$ 93,781.60	$ 101,918.53
Department of Soil Conservation:		
Soil Conservation Committee:		
Personal Services	$ 10,246.81	$ 12,009.36
Postage	536.48	300.00
Telephone and Telegraph	96.40	.....
Freight and Express	15.65	6.44
Travel	89.65	1,314.93
Printing and Binding	723.41	834.39
Repairs—Equipment	1,478.50	101.78
Office Supplies	436.29	341.90
Paper for Printing	27.92	173.95
Repair Parts	151.89	.....
Other Materials and Supplies	370.22	420.58
Books and Periodicals	421.35	2.63
Insurance	11.08	83.00
Furniture and Fixtures	333.56	148.80
Motor Vehicles	1,171.79	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Conservation:	Year Ended June 30,	
Soil Conservation Committee:—Cont.	1945	1946
Machinery and Implements	$ 668.50	$ 1,158.92
Miscellaneous	292.73	148.74
Transfer to Commissioner's Office	2,500.00	2,500.00
Disbursements to Counties	.....	2,723.64
Totals	$ 19,592.23	$ 22,269.06

COMMENTS—KENTUCKY STATE BOARD OF HEALTH

Included in this report are statements of operation of the Julius Marks Sanatorium in Lexington, Kenton County Tuberculosis Sanatorium in Covington and Warren County Tuberculosis Sanatorium at Bowling Green. These statements were prepared from documents on file at the Department of Finance. Statements pertaining to the Julius Marks Sanatorium and taken from a report prepared by Hifner and Fortune, certified public accountants in Lexington, Kentucky, have been so indicated at the bottom of each schedule.

An inspection of records at these institutions will be made at a later date for verification of treatments to indigent patients.

Records of receipts, expenditures and balances, at the State Board of Health in Louisville, were accurately and neatly maintained, and as usual, were in agreement with those of the Division of Accounts and Control, Department of Finance, in Frankfort.

Departemnt of Health—General:	Year Ended June 30,	
Executive Department:	1945	1946
Salaries	$ 9,524.92	$ 10,631.22
Travel	73.41	120.47
Totals	$ 9,598.33	$ 10,751.69
Division of Merit System:		
Salaries	$ 1,300.00	$ 2,267.55
Travel	29.30	81.07
Office Supplies	.....	9.65
Equipment Repairs	.....	7.02
Other Current Expenses	.....	25.00
Totals	$ 1,329.30	$ 2,390.29
Division of Budgets and Accounts:		
Salaries	$ 6,897.50	$ 12,871.78
Travel	43.70	54.72
Totals	$ 6,941.20	$ 12,926.50
Buildings and Common Service:		
Salaries	$ 15,646.48	$ 17,502.36
Postage	6,243.55	6,448.34
Telephone	2,860.90	3,037.72
Telegraph and Messenger Service	220.10	307.71
Freight, Express and Drayage	435.97	334.92
Laundry	32.95	.....
Printing, Binding and Advertising	898.54	902.83
Utilities	9,334.76	9,586.63
Repairs—Equipment	1,279.40	2,045.62
Repairs—Buildings	529.55	572.02

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health—General:	Year Ended June 30,	
Buildings and Common Service:—Cont.	1945	1946
Other Services	$ 240.00	$ 247.17
Office Supplies	1,781.22	1,070.69
Paper Charges	540.28	532.06
Clothing and Material	5.85	.....
Household and Cleaning Supplies	355.25	420.43
Medical Supplies	67.55	.....
Surgical Supplies	1.65	.....
X-Ray Supplies	44.28	.....
Laboratory Supplies	41.85	12.30
Repair Parts—Equipment	189.25	58.73
Repair Parts—Buildings	10.45	35.91
Bedding, China and Kitchcen Supplies	25.03	.....
Tools and Hardware	634.72	706.72
Educational Supplies	362.80	687.11
Operating Supplies—Not Classified	345.20	259.30
Equipment Rental	117.00	117.00
Insurance	364.70	691.41
Premiums on Bonds	50.00	50.00
Equipment	1,329.83	1,133.92
Totals	$ 43,989.11	$ 46,760.90
Bacteriology and Laboratory Service:		
Salaries	$ 8,860.00	$ 7,650.00
Laundry	.....	46.83
Printing, Binding and Advertising	.....	5.13
Repairs—Equipment	113.10	234.83
Repairs—Buildings	.....	59.60
Office Supplies	6.50	1.80
Clothing and Material	.....	10.50
Medical Supplies	2.65	.....
Household and Cleaning Supplies	.....	123.62
Laboratory and Testing Supplies	197.05	123.28
Educational Supplies	1.80	1.00
Insurance	.....	5.00
Equipment	292.50	25.00
Totals	$ 9,473.60	$ 8,286.59
Vital Statistics:		
Salaries	$ 8,329.95	$ 14,468.06
Travel	1,118.62	826.44
Printing, Binding and Advertising	26.25	492.25
Repairs—Equipment	145.05	50.05
Office Supplies	636.46	765.44
Repair Parts—Equipment	25.38	71.29
Educational Supplies	4.36	.....
Equipment	.....	835.00
Other Expense	38.75	.....
Totals	$ 10,324.82	$ 17,508.53
Foods, Drugs and Hotels:		
Salaries	$ 6,525.01	$ 3,062.00
Travel	883.68	95.84
Totals	$ 7,408.69	$ 3,157.84

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health—General:	Year Ended June 30,	
Sanitary Engineering and Sanitation:	1945	1946
Salaries	$ 10,203.40	$ 11,014.53
Travel	847.45	205.60
Totals	$ 11,050.85	$ 11,220.13
Industrial Health:		
Salaries	$ 2,535.00	$ 3,045.00
County Health Work:		
Salaries	$ 14,508.43	$ 7,518.82
Travel	905.61	254.65
Totals	$ 15,414.04	$ 7,773.47
Public Health Nursing:		
Salaries	$ 4,431.04	$ 6,561.00
Travel	754.34	343.48
Totals	$ 5,185.38	$ 6,904.48
Public Health Education:		
Salaries	$ 12,403.51	$ 10,635.35
Travel	2,125.93	474.48
Totals	$ 14,529.44	$ 11,109.83
Dental Health:		
Salaries	$ 1,857.48	$ 1,791.25
Travel	106.51	243.50
Totals	$ 1,963.99	$ 2,034.75
Epidemiology:		
Salaries	$ 2,283.61	$ 2,152.50
Travel	236.65	196.50
Totals	$ 2,520.26	$ 2,349.00
Venereal Disease:		
Salaries	$ 300.00	$ 300.00
Tuberculosis:		
Salaries	$ 2,980.00	$ .....
Travel	1,505.75	.....
Totals	$ 4,485.75	$ .....
Trachoma and Blindness (Hospital):		
Salaries	$ 3,738.25	$ 3,525.22
Travel	779.93	473.45
Postage	17.80	4.50
Telephone	53.04	38.00
Freight and Express	1.90	.....
Laundry	189.94	95.31
Gas, Light and Power	187.61	146.61
Water	85.53	56.44
Repairs—Equipment	312.30	39.83
Office Supplies	.35	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health—General: **Trachoma and Blindness (Hospital):—Cont.**	Year Ended June 30, 1945	1946
Provisions, Ice, etc.	$ 1,430.13	$ 1,667.15
Coal, Coke and Fuel Oil	477.75	362.50
Motor Fuels and Lubricants	11.90	7.08
Household and Cleaning Supplies	9.43	9.86
Chemicals	1.00	40.97
Medical Supplies	188.95	62.98
Repair Parts	75.94	24.88
Bedding, China and Kitchen Supplies	12.17	.....
Tools and Hardware	26.97	5.55
Insurance	97.97	115.02
Other Expense Not Classified	.....	92.12
Totals	$ 7,698.86	$ 6,767.47
Medical and Related Services:		
Salaries	$	$ 1,691.33
Total Expenditures	$ 154,748.62	$ 154,977.80
Prevention of Blindness:		
Hospital Care	$ 2,049.79	$ 2,193.75
Services Not Classified	450.21	306.25
Totals	$ 2,500.00	$ 2,500.00
County Health:		
Disbursement by Counties	$ 870,459.20	$ 945,164.33
Oneida Hospital	50,030.10	17,199.55
Total Distributions	$ 920,489.30*	$ 962,363.88*
Add: Visiting Nurses	1,500.00	1,375.00
Total Expenditures	$ 921,989.30	$ 963,738.88
* Charged to Appropriation Acct. No. 1440	$ 348,500.00	$ 348,625.00
Charged to U. S. P. H. Service, Acct. 4551	231,721.38	220,023.01
Charged to Maternal and Child Health, Account No. 4552	85,849.65	83,820.89
Charged to Venereal Disease, Acct. 4533	215,368.68	170,000.00
Charged to General Health and T. V. A., Account 4550	7,499.59	5,400.00
Charged to Federal T.B. Fund, Acct. 4555	31,550.00	96,672.98
Charged to Louisville and Jefferson County, Account No. 4557	.....	37,822.00
	$ 920,489.30	$ 962,363.88
Summary of Appropriation Account No. 1440:		
Distributed to Counties	$ 348,500.00	$ 348,625.00
Visiting Nurses	1,500.00	1,375.00
Totals	$ 350,000.00	$ 350,000.00
Cancer Control:		
Salaries	$ 1,696.50	$ 1,800.00
Postage	.....	508.14
Hospital Care	5,737.58	6,810.50

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health:	Year Ended June 30,	
Cancer Control:—Cont.	1945	1946
X-Ray Equipment and Supplies	$ 7,095.75	$ 5,689.20
Other Equipment	470.17	.....
Printing and Paper Charges	.....	192.16
Totals	$ 15,000.00	$ 15,000.00
State T.B. Sanatorium (Hazelwood):		
Salaries	$ 76,162.24	$ 85,393.76
Postage	216.63	300.20
Telephone and Telegraph	869.20	975.76
Freight and Express	.....	1,746.86
Travel	245.15	263.25
Laundry	33.50	170.04
Printing and Binding	5.00	.....
Utilities	4,957.69	5,124.08
Repairs—Equipment	1,045.50	1,883.10
Repairs—Buildings	360.83	4,003.43
Other Services Not Classified	394.00	1,874.12
Office Supplies	41.42	340.36
Provisions, Ice, etc.	51,282.24	52,964.11
Coal, Coke and Oil	6,579.97	7,037.03
Motor Fuels and Lubricants	78.06	97.49
Cloth and Material	270.93	.....
Household and Cleaning Supplies	3,729.83	3,284.50
Medical Supplies	1,951.91	3,352.97
Surgical Supplies	947.12	3,946.62
X-Ray Supplies	1,489.10	2,302.52
Laboratory and Testing Supplies	126.67	196.46
Repair Parts—Equipment	47.08	150.74
Repair Parts—Buildings	318.72	498.34
Bedding, etc.	1,698.62	2,659.77
Tools and Hardware	467.02	610.46
Educational Supplies	14.25	167.89
Operating Supplies Not Classified	237.18	650.27
Insurance	612.29	2,976.95
Premiums on Bonds	50.00	50.00
Household and Office Equipment	417.50	3,173.88
Other Equipment	192.00	4,650.23
Totals	$ 154,841.65	$ 190,845.19
Charged to Appropriation Account	$ 88,045.00	$ 177,670.05
Charged to Revolving Fund Account	66,796.65	13,175.14
Totals	$ 154,841.65	$ 190,845.19
Interest on Bonds:		
Interest on Bonds	$ 3,355.00	$ 3,185.00
Transfer to Hazelwood Sanatorium	9,600.00	9,600.00
Totals	$ 12,955.00	$ 12,785.00
Revolving Fund—General:		
Salaries	$ 125,699.82	$ 106,613.61
Postage	600.00	200.00
Telephone and Telegraph	378.38	312.40
Freight and Express	31.74	171.29
Travel	18,399.09	19,091.02

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health: **Revolving Fund—General: (Continued)**	Year Ended June 30, 1945	1946
Laundry	$ 162.01	$ 87.97
Printing, Binding and Advertising	885.56	20,489.80
Utilities	1,205.31	939.08
Repair Service—Equipment	1,442.01	665.56
Repairs—Buildings	1,724.12	150.51
Other Services Not Classified	1,810.35	2,006.34
Office Supplies	5,837.04	847.79
Paper Charges	383.85	566.36
Provisions, Ice, etc.	8.97	.....
Motor Fuels and Lubricants	208.23	272.06
Cloth and Material	9.00	5.50
Household and Cleaning Supplies	32.97	.....
Dental Supplies	1,511.16	815.93
X-Ray Supplies	6.63	.....
Laboratory and Testing Supplies	875.05	505.82
Repair Parts—Equipment	269.56	37.85
Repair Parts—Buildings	25.83	.....
Bedding	40.17	29.70
Tools and Hardware	53.54	14.60
Educational Supplies	496.59	270.98
Operating Supplies Not Classified	75.70	22.00
Rental—Buildings and Lands	1,216.00	800.00
Rental—Equipment	1,277.00	1,095.00
Insurance	281.25	31.25
Premium on Bonds	25.00	25.00
County Health	7,499.59	5,400.00
Trainees	427.71	230.00
Other Current Expenses	85.00	65.00
Household Furniture and Equipment	71.67	.....
Office Equipment	2,441.19	1,233.88
Other Equipment	1,031.64	3,170.60
Totals	$ 176,528.73	$ 166,166.87
Less: Inter-Account Credit	2.50	.....
Net Total Expenditures	$ 176,526.23	$ 166,166.87
Allocation of Expenditures:		
Egg Candling Act	$ 9,994.02	$ 11,653.12
Hotels and Restaurants	24,220.60	28,953.95
School Laboratory Technicians	8,042.60	6,718.80
Plumbing	8,279.16	16,291.48
Registration	91,425.44	74,192.90
Trachoma Hospital	9.28	56.97
County Health—T. V. A.	7,499.59	5,400.00
U. S. P. H. Training Course	427.71	230.00
Medical Practice Act	4,653.82	4,322.90
Optometry	2,685.61	2,083.22
Radiography	400.00	.....
Miscellaneous Accounts	18,890.90	16,263.53
Totals	$ 176,528.73	$ 166,166.87
Less: Inter-Account Credit	2.50	.....
Net Totals	$ 176,526.23	$ 166,166.87

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health:	Year Ended June 30,	
Revolving Fund—U. S. P. H. Service (Title VI):	1945	1946
Salaries	$ 75,694.25	$ 60,094.49
Postage	4.50	9.00
Travel	12,268.94	6,925.69
Telephone	5.46	19.00
Laundry	1,119.15	1,268.02
Printing and Binding	249.77	143.62
Utilities	25.77	104.12
Repairs—Equipment	608.83	481.24
Repairs—Buildings	5.41	23.75
Other Services Not Classified	9.58	1.06
Office Supplies	36.93	12.60
Paper Charges	48.08	.....
Provisions, Ice, etc.	775.10	1,010.64
Coal, Coke and Oil	15.95	.....
Motor Fuels and Lubricants	5.25	.....
Household and Cleaning Supplies	207.65	399.25
Chemical Supplies	3.72	.....
Medical Supplies	12,349.15	19,706.06
Surgical Supplies	3.00	.....
X-Ray Supplies	17.50	.....
Laboratory and Testing Supplies	2,140.86	1,608.55
Repair Parts—Equipment	34.84	43.27
Repair Parts—Buildings	.....	2.12
Bedding	18.32	29.25
Tools and Hardware	20.37	214.35
Operating Supplies Not Classified	39.24	30.05
Educational Supplies	134.00	75.02
Equipment Rentals	8,453.00	3,768.00
County Health	231,721.38	220,023.01
Traineees	3,200.99	7,836.95
Equipment	11,262.55	494.04
Totals	$ 360,479.54	$ 324,323.15
Allocation of Expenditures:		
Executive Department	$ 2,050.00	$ 2,610.00
Merit System	738.40	667.10
Budgets and Accounts	9,048.57	17,977.71
Bacteriology	24,351.70	25,291.88
Sanitary Engineering	13,205.68	10,048.40
Industrial Health	6,270.74	8,353.66
Public Health Nursing	3,924.56	1,200.00
County Health (Division)	32,477.91	10,589.87
Public Health Education	2,640.90	1,789.05
Epidemiology	2,283.61	1,957.50
Tuberculosis	10,799.04	.....
Trachoma and Blindness (Hospital)	10,770.01	11,889.45
County Health and Trainees	234,922.37	227,859.96
Medical and Related Services	.....	4,088.57
Equipment (Various Departments)	6,996.05	.....
Totals	$ 360,479.54	$ 324,323.15
Revolving Fund—Maternal and Child Health:		
Salaries	$ 77,763.75	$ 67,720.82
Postage	3,896.43	2,299.88
Freight and Express	3.86	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health:

Revolving Fund—Maternal and Child Health—Cont.	Year Ended June 30, 1945	1946
Travel	$ 4,413.49	$ 4,084.87
Hospital Care	283,699.70	20,488.28
Printing and Binding	172.85	281.31
Repairs—Equipment	398.30	223.49
Repairs—Buildings	58.07	29.50
Professional and Consulting Services	313,302.28	25,578.55
Office Supplies	2,817.28	821.70
Paper Charges	74.98	145.23
Medical Supplies	36.00	528.13
Dental Supplies	.....	361.83
Laboratory and Testing Supplies	.....	42.21
Repair Parts—Equipment	68.01	135.82
Tools and Hardware	.....	4.50
Educational Supplies	103.81	408.86
Operating Supplies Not Classified	118.50	.....
County Health	85,849.65	83,820.89
Trainees	1,015.00	.....
Equipment	3,231.61	601.35
Totals	$ 777,023.57	$ 207,577.22
Refund: Entered as Receipt	23.25	.....
Total Charges	$ 777,046.82	$ 207,577.22

Allocation of Expenditures:

Merit System	$ 1,076.80	$ 95.50
Budget and Accounts	10,262.42	12,106.09
Vital Statistics	825.00	840.00
Division of County Health	88,807.55	83,820.89
Maternal and Child Health	34,082.76	42,107.09
Public Health Nursing	5,742.79	6,125.35
Public Health Education	3,962.86	3,716.06
Dental Health	16,474.77	11,123.02
Emergency Maternity and Infant Care	615,811.87	47,643.22
Totals	$ 777,046.82	$ 207,577.22

Revolving Fund—Venereal Diseases:

Salaries	$ 74,652.44	$ 94,921.83
Postage	4,478.00	4,569.99
Travel	3,517.19	3,714.01
Laundry	153.83	.....
Hospital Care	63.00	.....
Printing and Binding	163.81	232.56
Repairs—Equipment	270.85	1,157.23
Repairs—Buildings	2,997.00	59.90
Services Not Classified	200.00	611.07
Office Supplies	1,862.91	1,629.07
Paper Charges	74.98	.....
Household and Cleaning Supplies	240.94	846.06
Medical Supplies	34,570.29	38,837.29
Laboratory and Testing Supplies	7,960.47	8,668.45
Repair Parts—Equipment	21.60	10.48
Repair Parts—Buildings	.....	504.74
Tools and Hardware	6.35	368.64
Educational Supplies	859.54	109.27

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health:	Year Ended June 30,	
Revolving Fund—Venerial Diseases:—Cont.	1945	1946
Operating Supplies Not Classified	$ 78.45	$ 89.81
Rentals—Equipment	925.48	5,040.00
County Health	215,368.68	170,000.00
Other Current Expensees	6.25	20.20
Equipment	4,465.61	3,632.25
Totals	$ 352.937.67	$ 335,022.85
Allocation of Expenditures:		
Merit System	$ 646.10	$ 1,048.30
Budget and Accounts	8,374.24	8,225.70
Bacteriology	57,433.89	69,097.57
Division of County Health	11,045.72	27,260.52
Public Health Education	3,647.32	3,874.20
Venereal Disease—Rapid Treatment	14,773.49	.....
Division of Venereal Disease	39,056.73	55,328.33
County Health	215,368.68	170,000.00
Various Departments	2,591.50	188.23
Totals	$ 352,937.67	$ 335,022.85
Revolving Fund—Venereal Disease—Rapid Treatment:		
Salaries	$ 28,764.40	$
Postage	182.03	
Telephone and Telegraph	313.20	
Freight and Express	190.42	
Travel	1,302.39	
Laundry	1,218.79	Balance
Utilities	916.75	
Repairs	2,021.72	Returned
Services Not Classified	1,827.31	
Office Supplies	1,080.14	to
Provisions, Ice, etc.	5,309.86	
Coal, Coke, etc.	1,676.85	U. S.
Motor Fuels and Lubricants	313.07	
Other Materials and Supplies	8,098.16	Treasurer
Repair Parts	398.03	
Bedding, etc.	6,954.90	
Tools and Hardware	547.06	
Rentals	28.75	
Insurance	804.69	
Miscellaneous	22.75	
Totals	$ 61,971.27	$ 30,437.27
Revolving Fund—Venereal Diseases Rapid Treatment Hospital (New Account):		
Salaries		$ 69,029.28
Postage		710.60
Telephone and Telegraph		690.12
Freight and Express		136.00
Travel		721.20
Laundry		5,784.44
Utilities		2,407.91
Repairs—Equipment		1,342.80
Repairs—Buildings		282.42

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Health:		
Revolving Fund—Venerial Diseases Rapid Treatment Hospital (New Account):—Cont.		
Services Not Classified		$ 5,571.54
Office Supplies		589.47
Provisions, Ice, etc.		22,936.01
Coal, Coke, and Oil		1,570.70
Motor Fuels and Lubricants		703.96
Clothing and Materials		734.98
Household and Cleaning Supplies		2,007.76
Medical and Laboratory Supplies		3,578.22
Repair Parts—Equipment		243.11
Repair Parts—Buildings		720.68
Bedding		1,517.12
Tools, Hardware, etc.		538.88
Operating Expense Not Classified		124.70
Rentals—Equipment		9.75
Insurance		1,495.25
Premiums on Bonds		40.00
Total		$ 123,486.90
Revolving Fund—Maternity and Infant Care:		
Salaries		$ 16,393.64
Postage		2,187.34
Travel		290.11
Hospital Care		243,796.35
Professional and Consulting Services		264,423.59
Miscellaneous		98.00
Total		$ 527,190.03
Revolving Fund—Louisville and Jefferson County Rapid Treatment Hospital:		
Salaries		$ 24,501.25
Nursing Services		580.00
Operating Expenses		12,740.75
Total		$ 37,822.00
Revolving Fund—Federal Tuberculosis:		
Salaries	$	$ 22,777.07
Travel	.....	5,764.12
Printing and Binding	.....	22.17
Repairs	.....	1,919.27
Services Not Classified	.....	25.00
Office Supplies	.....	133.17
Motor Fuels and Lubricants	.....	585.80
X-Ray Supplies	1,654.98	20,847.04
Other Supplies	.....	128.07
Repair Parts	.....	458.65
Rental	.....	7.50
County Health	31,550.00	96,672.98
X-Ray Equipment	21,650.00	5,524.30
Other Equipment	.....	876.62
Totals	$ 45,854.98	$ 155,741.76

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Health:	Year Ended June 30,	
Allocation of Expenditures:	1945	1946
Merit System		$ 285.90
Budget and Accounts		1,359.52
Bacteriology		5,051.45
Tuberculosis		52,371.91
County Health		96,672.98
Total		$ 155,741.76
Julius Marks Sanatorium:		
Expenditures	$ 10,000.00	$ 10,000.00
Kenton County T.B. Sanatorium:		
Expenditures	$ 7,500.00	$ 7,500.00
Warren County T.B. Sanatorium:		
Expenditures	$ 7,500.00	$ 7,500.00

COMMENTS—KENTUCKY CRIPPLED CHILDREN COMMISSION

The Kentucky Crippled Children Commission, created in 1924 by an Act of the General Assembly, provided free treatment for white and colored orthopedic cripples under the age of twenty-one years, of sound mentality, whose parents are indigent or are able to pay only a small portion of the cost for the child's treatment.

The Commission is governed by a Board consisting of seven members. A director, a social service worker, a supervising nurse, and three other orthopedic health nurses comprise the full-time professional staff.

Fifteen orthopedic surgeons serve the Commission's patients in the four hospital centers: Louisville, Lexington, Covington, and Ashland. Pediatricians provide service on a rotating basis, each serving for a period of from two to three months. Two neuro-surgeons examine any neurological cases referred to them by the orthopedic surgeons. Four plastic surgeons now give part-time service. Eight physical therapy technicians work under the direction of the orthopedists, their salaries paid by the Kentucky Chapter of the National Foundation for Infantile Paralysis.

Free orthopedic itinerant clinics are held for diagnostic purposes at various locations throughout the state for white and colored children under care and new cases eligible for treatment through the Commission.

An orthopedic clinic is held weekly at the General Hospital, Louisville, for poliomyelitis cases. Physical therapy treatments are also given weekly at Lexington and Covington. A physical therapy clinic held daily at Owensboro during the year 1945 was discontinued on January 1, 1946, on the recommendation of the orthopedic surgeon in charge of cases reporting to this center.

Orthopedic clinics are held regularly each month at Covington and Ashland and bi-monthly at Lexington.

The Commission pays a uniform rate per day for patients under care. Such patients are admitted to the hospitals only upon the Commission's request, following recommendation of the orthopedic surgeons, and are discharged under the supervision of the orthopedic surgeons and the Commission's administrative and field staff.

As patients register for treatment, the parents are interviewed by the social worker to determine their economic status and to assist them in adjustment of social problems existing in their homes. Orthopedic public health nurses on the Commission staff and public health nurses

on the staffs of the county health departments visit homes of patients convalescing at home at intervals between hospitalization periods.

In addition to the above services, the Commission is now beginning a program for classification and treatment of cerebral palsy patients in Kentucky. The program will begin in Jefferson County only. All patients will be examined by a psychologist and an orthopedic surgeon, to be classified according to types of disabilities.

The Kentucky Crippled Children Commission makes every effort to modify and expand its services to meet every need of the crippled child.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Health:	Year Ended June 30,	
Kentucky Crippled Children Commission:	1945	1946
Salaries and Fees	$ 38,923.11	$ 51,346.25
Travel (Including Patients)	4,930.90	6,446.56
Postage, Telephone and Telegraph	1,450.03	1,184.51
Paper and Printing	125.06	122.09
Office Supplies	226.79	648.80
Furniture and Equipment	137.90	317.30
Merit System Expense	391.00	.....
Hospitalization	178,308.54	177,562.31
Appliances, Medical and Laboratory Supplies	20,555.09	22,564.07
Other Expense	66.71	6,665.40
Totals	$ 245,115.13	$ 266,857.29
Summary:		
Charged to Appropriation Account	$ 124,997.21	$ 124,921.00
Charged to Revolving Fund Account	120,117.92	141,936.29
Totals	$ 245,115.13	$ 266,857.29

COMMENTS—DEPARTMENT OF WELFARE

In prior reports, comments have been made on the lack of adequate accounting for administrative purposes. Last year the report from this office contained the following comment:

> "In view of the fact that accurate perpetual inventories of stores have not been maintained, it is impossible to make a comprehensive audit of the activities of this or other institutions of the Department of Welfare, or to reconcile the records maintained with those of the Division of Accounts and Control, Department of Finance. Furthermore we do not consider the system employed by the various institutions of the Department of Welfare to be at all satisfactory and we urgently recommend the installation of a system that will provide the information necessary for internal control and comprehensive post-audit."

No improvements have been made. However, our examiners have discussed the matter with the administrative officials and all agree that a more adequate system of accounting is needed and that such steps will be taken as available funds will permit.

The statements in this report have been compiled from the records in the Finance Department and from various documents and reports of the institutions. As shown in prior reports, it is not possible to make a comprehensive audit that would justify any form of certification in

respect to financial management except through a detailed examination of every transaction. Such a task added to the other work of the Auditor would far exceed the appropriation limits of our office.

The control of receipts by the institutions is inadequate as evidenced especially by some very old accounts receivable from counties due the Houses of Reform and from the delay in receiving some receipts for maintenance of employees not entitled to same. The records of allotments and disbursements, for the most part duplicating the control accounts in the Finance Department, of course reflect the available balance of funds on hand and prevent overdrafts. Since allotments are usually made on the basis of five major groups, or classes of expenditures, the total amount expended at each institution for these groups is shown. This accounting, however, is complicated by increases and decreases in stock on hand and transfers between institutions including farm production as well as purchased articles.

The institutions inform the Central Office of their needs, they make requests for supplies. At the Central Office these requests must be pared down at times because of limited funds. Often much needed expenditures must wait. Under such conditions, in times of inflated prices and unpredicted rises in cost of living, acute situations in some respects are inevitable.

Effective control of expenditures through a definite budgetary plan involving living quarters, or housing, subsistence in both food and clothing, nursing, farming, and other major functions, is lacking.

The cost of such service in connection with officers and employees is not segregated. The allowance for maintenance for various officers is arbitrarily fixed in varying amounts, such as $83.33, $65.00 or $54.00 per month, depending of course on the size of the family. In our opinion, under current inflated prices, living quarters including utilities and heat, subsistence, and laundry for self and wife is worth more than $65.00 per month.

This is important in case of $5,000.00 salaries, or salaries approaching the constitutional limit. The menu at some of the institutions shows discrimination between officers and inmates.

Expenditures for travel expense in respect to local driving and between places of residence and headquarters are not supervised effectively.

These criticisms are intended to emphasize the need for an efficient budget division in connection with the division of fiscal control and management, with records that would furnish prompt historical and statistical data of costs in respect to various functions. This is not only necessary for effective management in all the various activities but it is essential in furnishing the Legislature with definite information of costs of respectable service to imates in order that proper appropriations may be enacted.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Welfare—Institutional:	Year Ended June 30,	
Office of the Commissioner:	1945	1946
Personal Services	$ 3,849.97	$ 4,969.96
Services Other than Personal	568.55	221.00
Totals	$ 4,418.52	$ 5,190.96
Division of Fiscal Control and Management:		
Personal Services	$ 42,809.83	$ 49,413.49
Services Other than Personal	10,490.60	8,587.22
Materials and Supplies	700.05	1,254.26

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Welfare—Institutional:		
Division of Fiscal Control and Management:—Cont.		
Other Current Expenses	$ 55.00	$ 602.50
Capital Outlay	653.20	2,062.00
Totals	$ 54,708.68	$ 61,919.47
Director—Hospitals and Mental Hygiene:		
Personal Services	$ 16,001.32	$ 17,173.13
Services Other than Personal	1,690.51	2,064.68
Totals	$ 17,691.83	$ 19,237.81
Eastern State Hospital:		
Personal Services	$ 170,204.61	$ 150,354.77
Services Other than Personal	14,859.65	13,061.29
Materials and Supplies	175,742.97	178,538.90
Other Current Expenses	13,880.10	14,624.93
Capital Outlay	80.00	1,651.06
Continued Appropriation	6,841.28	6,901.26
Total Appropriations	$ 381,608.61	$ 365,132.21
Revolving Fund Expenditures	29,069.62	65,215.81
Total Expenditures	$ 410,678.23	$ 430,348.02
Central State Hospital:		
Personal Services	$ 169,351.63	$ 149,528.06
Services Other than Personal	21,763.10	19,713.94
Materials and Supplies	207,246.38	183,460.22
Other Current Expenses	8,405.73	8,159.25
Capital Outlay	2,611.16	2,396.81
Continued Appropriations	10,544.50	24,058.05
Total Appropriations	$ 419,922.50	$ 387,316.33
Revolving Fund Expenditures	25,393.78	65,934.89
Total Expenditures	$ 445,316.28	$ 453,251.22
Western State Hospital:		
Personal Services	$ 185,707.21	$ 171,249.90
Services Other than Personal	7,913.35	7,957.10
Materials and Supplies	153,428.92	168,742.61
Other Current Expenses	9,125.20	13,563.40
Capital Outlay	2,412.95	2,429.05
Continued Appropriation	35,503.21	21,194.37
Total Appropriations	$ 394,090.84	$ 385,136.43
Revolving Fund Expenditures	24,154.38	65,045.33
Total Expenditures	$ 418,245.22	$ 450,181.76
Kentucky Training Home:		
Personal Services	$ 95,848.73	$ 86,249.22
Services Other than Personal	13,754.50	11,280.10
Materials and Supplies	91,047.86	97,309.87
Other Current Expenses	2,978.16	3,904.44

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Welfare—Institutional: Kentucky Training Home:—Cont.		
Capital Outlay	$ 4,754.82	$ 2,356.69
Continued Appropriations	13,461.04	11,153.55
Total Appropriations	$ 221,845.11	$ 212,253.87
Revolving Fund Expenditures	22,743.72	47,322.34
Total Expenditures	$ 244,588.83	$ 259,576.21
Kentucky State Hospital:		
Personal Services	$ 200.00	$ 68,233.97
Services Other than Personal	102.60	8,304.46
Materials and Supplies	78.62	91,902.72
Other Current Expenses	2,349.54	3,091.53
Capital Outlay	.....	15,832.05
Total Appropriations	$ 2,730.76	$ 187,364.73
Revolving Fund Expenditures	6,455.18	12,585.97
Total Expenditures	$ 9,185.94	$ 199,950.70
Director—Corrections:		
Personal Services	$ 3,416.72	$ 91,661.86
Services Other than Personal	219.55	30,154.71
Totals	$ 3,636.27	$ 121,816.57
Houses of Reform:		
Personal Services	$ 92,579.10	$ 85,865.15
Services Other than Personal	19,437.62	16,629.73
Materials and Supplies	78,361.94	84,232.13
Other Current Expenses	8,408.83	10,899.68
Capital Outlay	3,746.44	4,134.14
Continued Appropriation	4,933.92	10,971.56
Total Appropriations	$ 207,467.85	$ 212,732.39
Revolving Fund Expenditures	13,316.55	32,939.65
Total Expenditures	$ 220,784.40	$ 245,672.04
Reformatory:		
Personal Services	$ 174,702.94	$ 173,709.16
Services Other than Personal	30,980.29	30,556.27
Materials and Supplies	169,049.18	202,529.29
Other Current Expenses	10,714.09	15,763.32
Capital Outlay	8,729.08	1,152.98
Continued Appropriation	11,989.98	22,068.98
Total Appropriations	$ 406,165.56	$ 445,780.00
Revolving Fund Expenditures	24,771.76	73,417.49
Total Expenditures	$ 430,937.32	$ 519,197.49
Penitentiary:		
Personal Services	$ 131,533.18	$ 133,615.41
Services Other than Personal	8,779.59	8,729.62
Materials and Supplies	118,900.11	124,409.80

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Welfare—Institutional:		
Penitentiary:—Cont.		
Other Current Expenses	$ 7,943.69	$ 10,230.39
Capital Outlay	4,855.59	2,909.74
Continued Appropriation	10,351.89	21,520.13
Total Appropriations	$ 282,364.05	$ 301,415.09
Revolving Fund Expenditures	20,876.40	76,678.06
Total Expenditures	$ 303,240.45	$ 378,093.15
Women's Prison:		
Personal Services	$ 20,667.87	$ 22,195.97
Services Other than Personal	3,605.69	4,025.62
Materials and Supplies	9,472.41	11,724.72
Other Current Expenses	1,070.33	953.06
Continued Appropriation	168.42	3,492.13
Totals	$ 34,984.72	$ 42,391.50
Probation and Parole:		
Personal Services	$ 74,019.44	$ .....
Services Other than Personal	24,878.59	.....
Other Current Expense	8.75	.....
Totals	$ 98,906.78	$ .....
Production:		
Personal Services	$	$ 3,837.99
Services Other than Personal	.....	504.60
Total	$	$ 4,342.59
Division of Personnel:		
Personal Services	$	$ 9,216.65
Services Other than Personal	.....	574.62
Totals	$	$ 9,791.27
Division of Engineering:		
Personal Services	$ 60,070.62	$ 105,459.77
Less: Inter-Account Credits	.....	15,576.14
Net Totals	$ 60,070.62	$ 89,883.63
Services Other than Personal	$ 7,555.49	$ 12,105.11
Less: Inter-Account Credits	.....	5,369.41
Net Totals	$ 7,555.49	$ 6,735.70
Materials and Supplies	$ 4,187.36	$ 8,850.00
Less: Inter-Account Credits	.....	2,299.83
Net Totals	$ 4,187.36	$ 6,550.17
Other Expenses	$ 389.09	$ 426.32
Capital Outlay	$	$ 4,508.60
Total Net Expenditures	$ 72,202.56	$ 108,104.42

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Welfare—Institutional:		
Kentucky Children's Home Society:	Year Ended June 30, 1945	1946
Personal Services	$ 38,586.57	$ 37,830.34
Services Other than Personal	9,419.40	10,557.96
Materials and Supplies	43,772.24	56,653.28
Other Current Expenses	4,788.93	3,515.93
Capital Outlay	1,804.85	2,872.67
Continued Appropriation	991.77	5,904.74
Total Appropriations	$ 99,363.76	$ 117,334.92
Revolving Fund Expenditures	71,174.69	54,400.58
Totals	$ 170,538.45	$ 171,735.50

COMMENTS—METAL STAMPING PLANT

The statements contained in this report were prepared from documents and records on file in the Division of Accounts and Control, Department of Finance. No cost analysis was made and no inventory taken.

Metal Stamping Plant:		
Net Expenditures After Inter-Account Credits:	Year Ended June 30, 1945	1946
Personal Services:		
Salaries	$ 2,400.00	
Prison Labor Allowance	133.84	
Other Services Not Classified	635.60	
Total		$ 3,169.44
Services Other than Personal:		
Postage	$ 352.51	
Telephone and Telegraph	42.28	
Freight and Storage	1,435.37	
Travel	97.02	
Utilities	1,335.27	
Total		3,262.45
Materials and Supplies:		
Office Supplies	$ 78.88	
Paper for Printing	85.00	
Gasoline, Oil and Grease	157.12	
Janitorial Supplies	160.22	
Laboratory Supplies	207.93	
Repairs	981.36	
Factory and Shop Supplies	23,682.61	
Hardware, Plumbing and Electrical Supplies	242.62	
Other Supplies	1,632.09	
Total		27,227.83
Other Current Expenses:		
Rental of Equipment		79.35
		$ 33,739.07

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Metal Stamping Plant:		
Deduct Credit Balances:		
Printing and Binding	$ 5,777.80	
Repairs	25,793.15	
Clothing, Dry Goods, etc.	2,136.65	
Capital Outlay (Machinery and Equipment)	680.75	
Total Credit Balances		34,388.35
Excess Credits		$ 649.28
Summary of Inter-Account Credits:		
Highway Department—Maintenance		$ 32,133.46
Revenue Department—Automobile		13,681.78
Welfare (Various Institutions)		2,914.20
Fire Prevention and Rates		5.40
Division of State Parks		7.50
Finance Department		4.50
Total		$ 48,747.02

Note.—No audit made for year ended June 30, 1945.

Department of Welfare—Social Security:		
Commissioner's Office:		
Personal Services	$ 4,141.88	$ 4,243.84
Fiscal Control and Management:		
Personal Services	$ 18,919.14	$ 19,730.93
Services Other than Personal	29,811.23	25,394.05
Materials and Supplies	3,953.35	5,609.49
Other Current Expenses	3,924.32	3,686.24
Capital Outlay	415.37	1,597.09
Continued Appropriation	2,366.05	9,061.27
Totals	$ 59,389.46	$ 65,079.07
Director of Public Assistance:		
Personal Services	$ 65,335.37	$ 59,520.01
Travel	1,518.58	1,228.95
Totals	$ 66,853.95	$ 60,748.96
Old Age Assistance:		
General Fund:		
Disbursements and Transfers	$ 3,473,638.50	$ 3,189,723.06
Revolving Fund—Federal Unmatched:		
Transfers	$ 3,473,227.50	$ 3,173,997.50
Revolving Fund—Trust Account:		
Disbursements	$ 6,946,455.00	$ 6,347,995.00
Revolving Fund—Federal Administration:		
Disbursements	$ 173,661.38	$ 145,757.25
Aid to Dependent Children:		
General Fund:		
Disbursements and Transfers	$ 613,243.09	$ 685,254.18

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Welfare—Social Security:		
Revolving Fund—Federal Unmatched:		
Transfers	$ 658,571.83	$ 725,292.97
Revolving Fund—Trust Account:		
Disbursements	$ 1,226,107.00	$ 674,088.50
Revolving Fund—Federal Administration:		
Disbursements	$ 40,773.07	$ 51,204.47
Aid To Blind:		
General Fund:		
Disbursements and Transfers	$ 124,235.64	$ 124,107.66
Revolving Fund—Federal Unmatched:		
Transfers	$ 134,247.74	$ 132,257.24
Revolving Fund—Trust Account:		
Disbursements	$ 248,447.00	$ 245,264.00
Revolving Fund—Federal Administration:		
Disbursements	$ 9,143.04	$ 9,625.24
Field Operations:		
Salaries	$	$ 408,563.24
Less: Federal Allowance and Adjustments	.....	$ 200,625.82
Net Expenditures	$ 136,873.75	$ 207,937.42
Travel	$	$ 55,507.75
Less: Federal Allowance and Adjustments	.....	$ 5,627.62
Net Expenditures	$ 49,590.22	$ 49,880.13
Equipment Repairs	$ 4.50	$ .....
Total Net Expenditures	$ 186,468.47	$ 257,817.55
Child Welfare—Director's Office (Account 1720):		
Salaries	$ 37,273.12	$ 60,858.98
Travel	4,775.34	19,927.02
Totals	$ 42,048.46	$ 80,786.00
Benefits for Dependent Children (Account 1790):		
Boarding Homes	$ 24,476.69	$ 44,913.11
Clothing and Shoes	4,088.84	8,140.82
Medical Aid	712.84	720.58
Office Expenses	94.00	2,835.91
Other Expenses	293.97	150.79
Totals	$ 29,666.34	$ 56,761.21
Child Welfare—Federal:		
Salaries and Extra Training Service	$ 34,196.50	$ 39,162.79
Library	26.50	.....
Travel	9,404.74	295.43
Totals	$ 43,627.74	$ 39,458.22
Less: Transfers	.....	17.30
Net Total Expenditures	$ 43,627.74	$ 39,440.92

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Welfare—Social Security:		
Selective Service—Medical Survey (Federal):		
Disbursements	$ 21,286.50	$ 20,415.00
Enemy Alien Program (Federal):		
Disbursements	$	$
Civil War Assistance Program (Federal):		
Disbursements	$ 727.12	$ 4,559.01

COMMENTS—HOME FOR INCURABLES

It was suggested that one of the Board members, who is familiar with present conditions at the Home for Incurables, prepare a statement pertaining to its financial affairs. Mrs. E. P. Ernwein, President, has complied with our request and her letter follows:

Mr. Earl H. Day
Field Auditor
Frankfort, Kentucky

Louisville, Kentucky
December 6, 1946

Dear Sir:

In connection with your examination of the Home for Incurables recently we called your attention to the urgency of our need for additional funds. Specifically some of our problems are:

1. Because of our limited funds our wage and salary rates are low. This condition brings about a large personnel turn-over. We have a minimum staff placement of 15 in the unskilled group. During the last year we have had more than 52 persons in the various jobs. This rapid turnover tends to hamper the efficient operation of our plant.

2. The upward trend of property values and the resulting necessity for increased insurance coverage has added to our distress.

3. Necessary maintenance of our buildings, some of which are more than fifty years old, costs much more than it did formerly because of general economic conditions. The Home has been forced to appropriate funds out of its reserves to make necessary plumbing repairs during the present fiscal year simply because our budget made no provision for this extraordinary repair costing approximately $1,000.00.

4. While the diet of the Home's residents is modest, our food costs have risen more than 30% within the last few years.

The Home's Board of Directors realizes that the problems faced by this institution are similar to those of other organizations, but it also feels that with the growing demand being made upon its facilities careful consideration should be given to increasing its appropriation in keeping with its increased responsibilities. Any suggestions that you may be able to give us will be greatly appreciated.

Yours very truly,

The Home for Incurables
Ella P. Ernewin, President

P. S.

Since the recent disastrous hotel fires it brings to our attention the fact that we have no adequate means of escape for the bedridden patients in our institution in case of fire. In as much as the State has not increased our appropriation during our years of hardships, the Board of Directors has requested that the State supply this very necessary equipment.

Ella P. Ernwein,
President

Our statements of Occupational Therapy for month of June, 1946, and of operations from January 1, to June 30, 1946, were taken from reports prepared by the Bookkeeper. However, they were verified from entries on the ledger.

COMMENTS—RED CROSS HOSPITAL

The year 1946 brought about marked changes in the physical plant, equipment and personnel at Red Cross Hospital. The most significant ones are listed below:

1. Approximately thirty thousand dollars worth of alterations were completed and included the following:

a. Remodeled the first floor of the north building to establish a fourteen bed male ward.
b. Built a connecting passageway between center building and north building.
c. Remodeled basement to include a large central storeroom, autopsy room and enlarged coal bin.
d. Remodeled third floor to include a doctor's dressing room, sterilizing room, nurses' dressing room and an emergency exit from third floor.
e. Built facilities for cancer clinic.
f. Built a new unloading ramp.
g. Built a new glass enclosed nursery.
h. Built a new road-way around the hospital and ten (10) car parking lot for doctors.
i. Remodeled the first floor of center building to include a business office, records office, physicians office, superintendent of nurses office, admitting office, clinical laboratory, x-ray laboratory and dark room.
j. Installed a new boiler to take care of 5,200 feet of radiation.

The major items of equipment purchased were:

1. A complete battery of electric sterilizers.
2. An inhalator, aspirator and respirator.
3. Incubator.
4. Suction machine (4).
5. Electrically heated food conveyor.
6. Gas machine.
7. Autopsy table and equipment.
8. Basil Metabolism machine.
9. Obstetrical bed.
10. Oxygen tent.
11. Surgical instruments.
12. Fracture bed and equipment.
13. Surgical beds.
14. Emergency light.
15. Multi-beam operating room light.
16. Colson Inhalator.
17. Operation room furniture (2 sets, stainless).
18. Biological incubator, oven, microscope, photoelectric colorimeter, and laboratory instruments and supplies.
19. Ice Container.
20. Filing cabinets, adding machines, mimeograph machine and office equipment.
21. Operating room table
22. Reception room furniture and equipment for the dietary department.

The Board of Directors has employed the following professional workers:

1. A clinical laboratory technician-graduate of Meharry Medical College and registered by the American Board of Laboratory technicians.
2. A resident doctor-graduate of Meharry Medical College. Interned for one year at Homer G. Phillips Hospital in St. Louis, Mo.
3. An X-ray technician—Two years college at Louisville Municipal College and trained in X-ray techniques at Louisville General Hospital.
4. A dietician-graduate of Tuskegee School of Dietetics — interned at Beth-Israel Hospital in Boston, Mass.
5. A part-time pathologist—graduate of the University of Pennsylvania Medical School.
6. A part-time radiologist—graduate of the University of Louisville School of Medicine.
7. The hospital increased its nursing staff to twenty.
8. A housekeeper and housemother—graduate of Kentucky State College.
9. A bookkeeper—graduate of Central School of Commerce, Louisville, Kentucky.
10. A full-time administrator—graduate of University of Pennsylvania with a Masters Degree in Business Administration.

The most urgent needs at present are additional bed space, a nurses home for training school, and funds to offset the consistent annual deficit.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Public Welfare—Miscellaneous:	Year Ended June 30,	
Conveyance of Lunatics:	1945	1946
Disbursements	$ 7,643.28	$ 7,470.19
Pauper Idiots	61,474.06	56,200.32
Home for Incurables:		
Salaries and Wages	$ 26,629.08	$ 30,156.81
Utilities	4,133.39	6,167.30
Repairs and Replacements	3,549.35	6,418.58
New Equipment	384.95	810.25
Food	14,438.11	15,386.85
Clothing	620.52	283.88
Household and Laundry	2,463.84	2,069.16
Medical Supplies	1,039.75	1,152.94
Other Expense	1,691.33	1,881.78
	$ 54,950.32	$ 64,327.55
Less: Private Funds (Not Audited)	39,950.32	49,327.55
Charged to State Appropriation	$ 15,000.00	$ 15,000.00
Colored Red Cross Hospital:		
Administration	$ 4,463.46	$ 7,665.71
Dietary	6,577.17	9,016.81
Household	9,250.93	15,501.21
Professional	15,848.01	30,988.58
Other Expense	76.50	1,656.40
	$ 36,216.07	$ 64,828.71
Less: Private Funds (Not Audited)	32,216.07	60,828.71
Charged to State Appropriation	$ 4,000.00	$ 4,000.00

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:	Year Ended June 30,	
Superintendent of Public Instruction:	1945	1946
Salaries and Wages	$ 52,219.17	$ 54,312.18
Travel	7,374.68	8,195.45
Freight, Drayage and Express	1.40	10.82
Postage, Telephone and Telegraph	2,104.81	2,921.02
Printing, Binding and Advertising	769.98	354.10
Paper	1,003.87	360.51
Office Supplies	664.09	332.53
Miscellaneous Supplies	109.35	51.52
Rentals	24.25	12.00
Equipment	.....	27.35
Miscellaneous	177.18	67.80
Totals	$ 64,448.78	$ 66,645.28
Division of Certification:		
Salaries and Wages	$ 11,707.21	$ 13,055.49
Travel	1,150.74	931.88
Freight, Drayage and Express	.40	.94
Postage, Telephone and Telegraph	867.21	913.80
Printing, Binding and Advertising	314.00	47.18
Paper	160.83	7.93
Miscellaneous Supplies	1.00	2.50
Miscellaneous Expense	6.10	.....
Totals	$ 14,207.49	$ 14,959.72
Public School Lunch Program:		
Appropriation:		
Salaries and Wages	$ 11,345.00	$ 12,667.71
Travel	1,580.00	1,843.64
Postage, Telephone and Telegraph	887.52	1,006.12
Printing, Binding and Advertising	251.84	176.65
Paper	1,108.29	59.90
Equipment	235.82	99.96
Office Supplies	.....	102.44
Miscellaneous Expense	12.85	.....
Totals	$ 15,421.32	$ 15,956.42
Revolving Fund:		
Expenditures (Account No. 4835)	$ 852,554.64	$ 1,123,397.03
State Board of Education:		
Personal Services	$ 490.00	$ 1,906.56
Travel	229.45	1,033.51
Printing, Binding and Advertising	7,764.38	7,134.04
Paper	3,386.05	4,006.64
Miscellaneous Supplies	26.60	.....
Office Supplies	.....	427.15
Equipment	.....	37.50
Miscellaneous Expense	7.05	33.20
Totals	$ 11,903.53	$ 14,578.60

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CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:	Year Ended June 30,	
State Textbook Commission:	1945	1946
Salaries	$ 608.00	$
Travel	796.14	
Postage, Telephone and Telegraph	162.22	
Printing, Binding and Advertising	173.94	
Paper	25.59	
Miscellaneous Expense	142.94	
Totals	$ 1,908.83	$
Equalization Fund:		
County Distribution	$ 1,499,855.96	$ 1,499,973.41
Number of Counties	60	57
Number of Independent Districts	18	12
Common School Per Capita Fund:		
County Distribution	$13,492,280.40	$13,499,999.89
Free Textbooks Fund:		
Salaries	$ 10,134.68	$ 11,863.99
Travel	116.25	1,119.52
Freight and Express	6,435.83	8,317.04
Postage, Telephone and Telegraph	351.16	653.02
Printing, Binding and Advertising	648.03	398.22
Paper	1,177.47	205.16
Office Supplies	8.20	54.24
Books	325,201.98	469,979.05
Equipment		96.88
Miscellaneous Expense		51.00
Books—Continued Appropriation	1,614.68	153,387.69
Totals	$ 345,688.28	$ 646,125.81
Charges Continued	155,926.40	6,163.53
Total Charges	$ 501,614.68	$ 652,289.34
Summary:		
Appropriation	$ 500,000.00	$ 500,000.00
Continued Appropriation	1,614.68	155,926.40
Total Available	$ 501,614.68	$ 655,926.40
Total Charges	501,614.68	652,289.34
Unexpended	$	$ 3,637.06
W. L. Kellogg Foundation:		
Salaries	$ 2,881.00	$ 5,143.97
Travel	1,208.73	1,506.08
Postage, Telephone and Telegraph	188.09	328.07
Printing and Binding	77.95	
Paper	13.37	
Miscellaneous Supplies	17.66	33.94
Registration, Awards and Honoraria	2,896.32	9,700.00
Special and Miscellaneous Services		3,195.74
Other Expense		74.00
Totals	$ 7,283.12	$ 19,981.80

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:	Year Ended June 30,	
College Tuition for Negroes:	1945	1946
Tuition	$ 5,938.01	$ .....
General Education Board:		
Salaries	$ 2,475.00	$ 3,315.00
Honoraria	525.00	480.00
Miscellaneous Services	565.00	1,048.00
Travel	1,024.53	1,587.45
Expense of Conferences	927.27	619.60
Miscellaneous Supplies	210.73	219.68
Other Expense	350.00	6.50
Totals	$ 6,007.53	$ 7,276.23
Anna T. Jeannes Fund:		
Salaries	$ 477.12	$ 420.00
Travel	260.35	469.40
Totals	$ 737.47	$ 889.40
Vocational Education—Appropriation Account:		
Salaries	$ 180,677.09	$ 227,906.72
Travel	8,241.85	12,588.74
Postage	308.25	590.96
Telephone and Telegraph	1,180.86	888.31
Printing and Binding	699.86	365.74
Supplies	1,427.10	1,427.75
Insurance	196.88	215.94
Clock Rental	12.00	.....
Equipment and Repairs	51.00	180.12
Grants and Contributions	.....	998.10
Other Expense	.....	3,608.35
Totals	$ 192,794.89	$ 248,770.73
Vocational Education—George-Deen Fund:		
Salaries and Travel of Teachers	$ 323,557.30	$ 331,985.22
Maintenance and Grants	14,885.26	35,248.21
Totals	$ 338,442.56	$ 367,233.43
Vocational Education—Smith-Hughes Fund:		
Salaries and Travel	$ 114,440.03	$ 121,464.58
Maintenance and Grants	21,700.70	33,692.45
Totals	$ 136,140.73	$ 155,157.03
Vocational Education—Other Revolving Funds:		
Itinerant Teachers—Account No. 4891	$ 2,930.44	$ 749.52
Private Fund—Account No. 4894	.....	33,544.81
War Training—Account No. 4895	311,353.22	5,231.94
War Training—Account No. 4985A	13,381.33	.....
Rural War Production—Account No. 4896	294,250.40	20,300.12
Out of School Youth Defense—Account 4896A	29,196.76	437.20
Special Grant—Account 4897	.....	46,128.00
National Defense Equipment — Account 4898	6,531.89	.....
National Defense Rental—Account 4899	100.00	299.45
Totals	$ 657,744.04	$ 106,691.04

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:

Vocational Rehabilitation:	Year Ended June 30,
Administration:	1946
Salaries	$ 8,272.68
Travel	1,084.04
Communication	499.11
Supplies	415.25
Office Equipment	148.90
Other Expense	72.37
Total Administration	$ 10,492.35
Guidance and Placement Service:	
Salaries	$ 72,895.07
Travel	10,393.18
Communication	2,121.31
Supplies	1,261.91
Rent	662.00
Office Equipment	575.62
Other Expense	16.56
Total Guidance and Placement Service	$ 87,925.65
Case Service:	
Medical Examination	$ 1,976.00
Treatment	1,915.00
Prosthetic	29,378.20
Appliances	1,194.52
Medical	17.00
Hospitalization	1,156.87
Training	69,502.31
Total Case Services	$ 105,193.90
Grand Total	$ 203,557.90
Allocation of Charges:	
Appropriation Account	$ 61,000.00
Revolving Fund—Federal	142,484.53
Revolving Fund—Private	73.37
Total	$ 203,557.90

	Year Ended June 30,
Vocational Rehabilitation—Appropriation Account:	1945
Professional and Consulting Services	$ 4,072.18
Hospitalization	40.00
Grants	49,876.53
Tuition Fees and Scholarships	7,011.29
Total	$ 61,000.00
Vocational Rehabilitation—Federal Fund:	
Payrolls	$ 88,182.41
Professional and Consulting Services	235.09
Postage	888.45
Telephone and Telegraph	1,146.99
Freight and Storage	33.00

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:

Vocational Rehabilitation—Federal Fund:—Cont.	Year Ended June 30, 1945
Travel	$ 12,556.26
Printing and Binding	112.35
Utilities	293.01
Repairs to Equipment	70.90
Office Supplies	252.31
Paper for Printing	146.79
Books and Periodicals	57.00
Rent on Buildings	2,328.75
Grants	54,214.58
Furniture and Fixtures	982.56
Total	$ 161,500.45

Vocational Rehabilitation—Private Fund:	
Travel	$ 159.47
Miscellaneous Supplies	35.50
Total	$ 194.97

Teachers Retirement System: General Fund Appropriation:	Year Ended June 30, 1945	1946
State Accumulation Fund	$ 646,559.38	$ 658,004.24
State Temporary Fund	126,240.62	133,345.76
State Expense Fund	26,200.00	31,650.00
Totals	$ 799,000.00	$ 823,000.00

Teachers Retirement Fund Expenditures:		
Allowance Payments (Retirements)	$ 104,339.42	$ 133,479.34
Allowance Reserve Fund	55,631.79	112,901.84
Expense Fund (Disbursements)	25,152.57*	28,935.38*
Expense Fund (Encumbrances Unpaid)	1,047.43	2,971.02
Totals	$ 186,171.21	$ 278,287.58

* **Expense Fund (Disbursements):**		
Salaries	$ 21,459.79	$ 24,569.88
Travel	373.53	573.46
Telephone and Telegraph	125.35	195.44
Actuarial Expenses	500.00	575.00
Board of Trustees	589.70	614.11
Postage	457.54	583.50
Printing and Office Supplies	814.92	938.61
Bond Premiums	50.00	50.00
Investment Expenses	21.10	21.42
Medical Expenses	31.00	64.00
Equipment	450.26	509.02
Other Expense	279.38	240.94
Totals	$ 25,152.57	$ 28,935.38

COMMENTS—KENTUCKY STATE COLLEGE FOR NEGROES

The Kentucky State College for Negroes has two bond issues outstanding. One of these issues was made for a boys' dormitory—Atwood Hall. The original issue was for $95,000.00 but bond numbers 1 to 30,

inclusive, amounting to $30,000.00, have been paid, leaving $65,000.00 unpaid as shown in the bond schedule. The other issue consists of refunding bonds, refunding an original issue of School Building Revenue Bonds, 3½%. The original issue of these bonds consisted of 66 bonds of $1,000.00 each. After bonds 1 to 10, inclusive, were paid, the remaining bonds 11 to 66, inclusive, amounting to $56,000.00, were called and a new issue bearing 2½% interest was made, effecting a substantial saving in interest costs. The records of the Farmers Bank, Frankfort, Kentucky, show that the ten bonds of the original issue, having been paid, were cancelled and delivered to L. A. Spurlock, Business Manager of the institution. The records of the bank also show that the 56 bonds, numbers 11 to 66, inclusive, called for payment were delivered to the Superintendent of Public Instruction. We personally inspected the ten cancelled bonds delivered to the institution and the certificate in the office of Superintendent of Public Instruction showing the cancelled bonds were destroyed by fire. The new issue made June 15, 1945, consisted of 56 bonds of $1,000.00 each. Bonds 1 and 2 have been paid, leaving bonds 3 to 56, inclusive, outstanding as of June 30, 1946. We personally inspected the bonds of both issues cancelled during the fiscal year. At the time of our examination bonds 31, 32, and 33 of the Atwood Hall series and bonds 3 and 4 of the refunding issue had been paid since June 30, 1946. This was determined by inspection of the cancelled bonds.

The records show that the bonds of both series and accrued interest are being paid promptly when due.

The comparative statement of enrollment of students shows a 53% increase during the year ending June 30, 1946, as compared with the preceding year. An allocation of the enrollment between the regular term and the summer term shows an approximate increase of 56% in the regular term and 37% in the summer term. The number of counties represented increased from 66 to 75 while the number of states represented increased from 17 to 22. While the number of Kentucky students increased from 374 to 483, the percentage of Kentucky students compared with the total was decreased from 85.8% to 72.4%.

The financial records of the institution were well kept. The expenditure records kept by Mrs. L. A. Spurlock were in agreement with those of the Finance Department. The records of receipts kept by Thomas H. Qualls, cashier, were also well kept. A reconciliation with the records of the Finance Department shows a $30.00 refund entered as a current year receipt by the institution while a refund of $230.60 was entered by the Finance Department as an allotment. All money received is receipted for. These receipt blanks are numbered consecutively and shown on the pay-in-voucher in reporting to the Finance Department. We examined a large percentage of the duplicates, the voided ones, and the refund book and in our opinion the receipts recorded were properly accounted for. While a detailed audit was not made, we also examined a large percentage of the expense vouchers. From these verifications and from the reconciliation of the records with those of the Finance Department it is our opinion that the following statements accurately reflect the financial operations.

COMMENTS—LINCOLN INSTITUTE

This institution is being operated as a training school in connection with the Kentucky State College for Negroes. The operations are based on annual contracts between the State Board of Education and the Trustees of Lincoln Institute.

Under section 8 of the contract, State funds were applied as follows:

	Appropriation Account 2130	Revolving Fund Account 4905	Total
Salaries (Net)	$13,773.68	$ 6,066.00	$19,839.68
Travel	358.74	.....	358.74
Plumbing Material	.....	282.00	282.00
Beds and Mattresses	.....	726.00	726.00
Boarding Dept., Buildings and Grounds, Bus. Adm.	27,867.58	7,613.46	35,481.04
Totals	$42,000.00	$14,687.46	$56,687.46

The salary payrolls for teachers and librarians amounted to $24,277.50. After deducting vocational credits shown in schedule 1, a net amount of $19,839.68 was charged.

The expenditure documents were examined in detail and verified through the records of the Finance Department.

The Revolving Fund consists of fees fixed under the authority of K. R. S. 166.150. Other income of the institution including donations and endowment income is not reported as State funds. Our examination included only the funds clearing through the State Treasury.

The institution has quarterly and annual reports made by independent auditors, Grover C. Grewling and Company of Louisville, Kentucky. The annual budget for 1945-1946, including operations of all funds, both State and private, and filed with the State Department of Education, shows estimated receipts amounting to $93,925.22 and estimated expenditures amounting to the same. The audited reports of the institution show actual income amounting to $99,803.04 and actual expenditures amounting to $93,300.49. The results of budgetary operations of the institution including all funds are shown as follows:

Excess of Actual Income over Estimated Income:		
Actual Income	$ 99,803.04	
Estimated Income	93,925.22	
Excess of Actual Income over Estimated		$ 5,877.82
Excess of Estimated Expenditures over Actual:		
Estimated Expenditures	$ 93,925.22	
Actual Expenditures	93,300.49	
Excess of Estimated Expenditures		624.73
Total Surplus from Budgetary Operations		$ 6,502.55

The statement of assets and liabilities of the institution as of June 30, 1946, are summarized as follows:

Current Assets (Cash, State Fund Balances, Accounts Receivable and Inventories)	$ 52,771.28
Fund and Investments (Securities and Cash in Hands of Trustee)	219,126.43
Fixed Assets (Land, Roadways, Buildings, Equipment, New Construction Costs)	319,640.32
Other Assets (Pfd. Stock and Due from Shelby County Livestock Fund)	475.00
Total Assets	$592,013.03

Current Liabilities (Accounts Payable, Credit Balances, Accounts Receivable and Withholding Tax)	$ 4,059.46
Net Worth (Investment Fund, Properties, Recovery Fire Loss and Surplus)	587,953.57
Total	$592,013.03

All of the above statements including both State and private funds are taken from the annual report of the institution without verification by our examiners. While our examination was limited to State funds we include these statements because at the time of our examination a transfer of the lands and buildings, or in other words the school plant, to the State was in progress.

A list of the student enrollment by counties and independent districts for the year 1946-1947 was furnished by the institution and is included in this report.

Summary of this report shows:

25 Counties	Students	195
17 Independent Districts	Students	110
42 School Districts	Students	305

Of this number Shelby County and Shelbyville have 90, or 29.5% of the enrollment, Jefferson County, 34, or 11.1%, Henry County, 23, or 7.5%, making a total of 48.1% from these counties. The report for the Kentucky State College for Negroes shows that the college attendance in that institution for the fiscal year ending June 30, 1946, from these counties was as follows:

Shelby County	7
Jefferson County	81
Henry County	1

The 1946 Legislature increased the annual appropriation for this institution from $42,000.00 to $45,000.00, and also provided additional appropriations of $30,000.00 each year for the operation of Lincoln Institute and $100,000.00 for capital outlay at the institute in the event it is taken over by the State.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Education:
Kentucky State College for Negroes:

Appropriation Account:	Year Ended June 30, 1945	1946
Salaries:		
Administrative	$ 12,916.33	$ 15,066.92
Office Personnel	9,090.41	11,717.96
Instruction	53,325.63	56,330.95
Library	3,129.61	3,090.00
Operation and Maintenance	26,316.08	26,717.31
Student Labor	11,485.51	4,062.43
Dining Room	8,263.28	8,134.58
Agriculture	7,686.86	7,662.57
Home Economics	5,486.12	4,774.08
	$ 137,699.83	$ 137,556.80
Less: Inter-Account Credits and Refunds	21,640.66	17,752.19
Net Amount of Salaries	$ 116,059.17	$ 119,804.61

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:	Year Ended June 30,	
Services Other than Personal:	1945	1946
Laundry	$ 116.15	$ .....
Medical Services	23.59	.....
Postage	318.45	211.56
Telephone and Telegraph	1,005.78	1,976.41
Travel	179.05	92.15
Administration Services	29.75	2.98
Instructional Services	427.27	93.82
Agricultural Services	23.50	.....
Home Economic Services	.....	215.24
Library Services	51.49	.....
Maintenance Services	2,441.81	1,003.42
School Bus	141.55	353.67
Water	1,315.65	2,321.40
Electricity	3,533.85	3,709.25
Natural Gas	916.50	686.50
Other Expenses	20.59	35.46
Total Services Other than Personal	$ 10,544.98	$ 10,701.86
Material and Supplies:		
Boarding	$ 357.30	$ 902.26
Laundry	707.85	.....
Medical	13.14	1.75
Administrative	147.52	307.71
Instructional	1,288.12	902.64
Agricultural	1,872.40	158.85
Home Economics	41.90	24.01
Library	133.06	369.84
Maintenance	1,816.90	4,042.58
School Bus	326.25	.....
Coal	9,420.20	4,932.17
Other Expenses	31.40	150.17
Total Materials and Supplies	$ 16,156.04	$ 11,791.98
Kentucky State College for Negroes:		
Appropriation Account—Continued:		
Other Current Expenses:		
Maintenance	$ 98.00	$ 90.00
Membership Dues	130.00	.....
Insurance	3,198.29	5,471.32
Total Other Current Expenses	$ 3,426.29	$ 5,561.32
Capital Outlay:		
Instruction Division	$	$ 684.52
Home Economics Division	.....	93.56
Agriculture	1,798.33	.....
Library	1,109.13	796.06
Other Expenses	.....	75.00
Total Capital Outlay	$ 2,907.46	$ 1,649.14
Continued Appropriation:		
Concert	$	$ 5.43
Instructional Supplies	.....	697.86

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Education:		
Kentucky State College for Negroes:		
Continued Appropriation:—Cont.		
Agricultural Supplies	$	$ 130.35
Home Economics Supplies		5.95
Maintenance Supplies		14.33
Total Continued Appropriation	$	$ 853.92
Grand Totals	$ 149,093.94	$ 150,362.83
Revolving Fund Account No. 4900:		
Boarding Supplies	$ 27,573.35	$ 41,433.02
Laundry	164.22	680.64
Movies	25.00	13.81
Ministers	179.00	670.00
Concert	1,708.18	2,065.00
Thorobred (School Paper)	330.87	365.19
Medical Supplies	354.02	823.05
Postage	195.65	304.99
Telephone and Telegraph	1,488.34	1,101.65
Travel	990.73	1,781.23
Administration Supplies	128.17	121.71
Instructional Supplies	7,064.12	2,494.27
Agricultural Supplies	1,646.22	3,223.65
Home Economics Supplies	51.23	290.73
Library Supplies	713.60	1,061.67
Maintenance Supplies	8,350.41	10,908.92
School Bus	415.20	1,094.79
Coal	230.46	6,910.94
Water	778.86	1,911.23
Electricity	2,140.37	2,254.92
Gas	493.93	1,044.67
Advertising and Public Relations	411.93	128.34
Membership Dues	65.00	257.50
Insurance	$ 97.98	$ 312.80
Student Labor	1,943.80	.....
Bonds and Interest	10,055.00	9,055.00
Capital Outlay	748.01	1,231.68
Athletics	20.00	262.79
Out of State Youth	62.10	.....
Totals	$ 68,425.75	$ 91,804.19
Less: Inter-Account Credits and Refunds	1,450.62	4,150.03
Net Expenditures	$ 66,975.13	$ 87,654.16
Athletic Fund—Account No. 4901:		
Salaries	$ 1,102.14	$ 199.50
Supplies	801.47	3,407.42
Football	350.00	952.25
Basketball	590.00	820.00
Totals	$ 2,843.61	$ 5,379.17
Bankhead-Jones Fund—Account No. 4910:		
Expenditures	$ 7,609.17	$ 7,609.17
Morrill-Nelson Fund—Account No. 4920:		
Expenditures	$ 7,877.75	$ 9,133.25

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:		
Kentucky State College for Negroes:	Year Ended June 30,	
Smith-Hughes Fund—Account No. 4930:	1945	1946
Expenditures	$(-) 1,799.90*	$ 293.92
* Inter-Account Credits in Excess of Expenditures.		
Private Grant—Account No. 4959:		
Expenditures	$	$ 3,000.00
Lincoln Institute:		
Appropriation Account—No. 2130:		
Salaries (Less: Vocational Credits)	$ 14,190.35	$ 13,773.68
Travel	136.30	358.74
School Furniture and Equipment	598.94	.....
Boarding Dept., Building and Grounds (Sec. 8 of Contract)	26,442.91	27,867.58
Repairs	331.50	.....
Inter-Account Charge	300.00	.....
Totals	$ 42,000.00	$ 42,000.00
Revolving Fund—Account No. 4905:		
Salaries	$ 1,293.62	$ 6,066.00
Rent	3,375.27	.....
Maintenance—Various Departments	6,079.09	7,613.46
Plumbing Material	.....	282.00
Beds and Mattresses	.....	726.00
	$ 10,747.98	$ 14,687.46
Add: Inter-Account Charge	2,300.00	
	$ 13,047.98	
Deduct: Inter-Account Credits	348.00	
Net Expenditures	$ 12,699.98	$ 14,687.46
Revolving Fund—Account No. 4958:		
Expenditures—Salaries	$ 750.00	$ .....

COMMENTS—WEST KENTUCKY VOCATIONAL TRAINING SCHOOL

All statements exhibited in this report reflect the financial transactions of the West Kentucky Vocational Training School during the fiscal year 1945-1946. All records of disbursements, receipts and balances were accurately and neatly kept and were in exact agreement with the records of the Department of Finance, Division of Accounts and Control.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Education:	Year Ended June 30,	
West Kentucky Vocational Training School:	1945	1946
Salaries and Wages	$ 29,931.50	$ 30,519.40
Professional and Consulting Services	.....	195.00
Travel	957.93	1,503.75
Postage	241.57	222.25
Telephone and Telegraph	436.16	498.23
Freight and Storage	.....	932.82
Printing and Paper	579.03	244.66
Utilities	2,090.85	2,630.66

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education: **West Kentucky Vocational Training School:—Cont.**	Year Ended June 30, 1945	1946
Coal and Other Fuel	$ 2,056.95	$ 2,957.15
Cleaning and Janitorial Supplies	564.38	840.37
Building Material and Repairs	2,980.28	678.61
Other Repairs and Parts	210.24	1,645.80
Food Supplies	6,706.33	11,763.14
Household and Kitchen Supplies	308.71	1,116.38
Office Supplies	387.11	394.39
Other Supplies	1,984.95	1,810.04
Books and Periodicals	155.18	140.62
Insurance	912.65	957.31
Equipment Rentals	300.50	282.25
Bond Premiums	10.00	10.00
Capital Outlay	1,890.65	944.00
Other Expenses	181.89	654.38
Totals	$ 52,986.86	$ 60,941.21
Deduct: Inter-Account Credits	1,540.00	460.00
Net Total Expenditures	$ 51,446.86	$ 60,481.21
Summary:		
Charged to Appropriation Account	$ 46,347.12	$ 48,902.91
Charged to Revolving Account	5,099.74	11,578.30
Totals	$ 51,446.86	$ 60,481.21

COMMENTS—KENTUCKY SCHOOL FOR THE DEAF

All statements exhibited in this report reflect the financial condition of the Kentucky School for the Deaf during the fiscal year 1945-1946. A statement of petty cash transactions from July 1 to September 30, chargeable to the 1946-1947 budgets, are included, in order that a reconciliation between the books of the Kentucky School for the Deaf and the Farmers National Bank, Danville, Kentucky, might be brought up to date.

The books of the Kentucky School for the Deaf were in good condition and expenditures, receipts and balances were in agreement with the records of the Division of Accounts and Control, Department of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES

Kentucky School for the Deaf: **White Department:**	Year Ended June 30, 1945	1946
Salaries	$ 91,377.30	$ 91,477.00
Labor—Petty Cash	2,392.25	2,327.39
Postage	204.00	188.00
Telephone and Telegraph	269.85	281.10
Freight and Storage	475.63	173.66
Travel	.....	44.18
Light, Power and Water	3,686.19	3,721.55
Repairs—Equipment	355.86	580.32
Repairs—Buildings and Miscellaneous	1,030.68	1,140.73
Coal and Fuel Oil	12,849.96	13,246.17
Office Supplies	108.37	923.43

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Department of Education:		
Kentucky School for the Deaf:		
White Department:—Cont.		
Food	$ 15,305.78	$ 17,002.81
Gasoline and Oil	60.13	90.00
Clothing and Dry Goods	150.55	290.21
Feed and Dairy Supplies	2,493.71	2,189.57
Cleaning and Household Supplies	1,383.63	1,538.32
Drugs and Hospital Service	447.67	646.55
Farm and Garden Supplies	2,367.96	677.05
Factory and Commercial Supplies	2,208.63	390.02
Household and Kitchen Supplies	.....	1,071.21
Hardware and Plumbing Supplies	999.91	984.62
Educational Supplies	939.78	1,019.86
Rental Buildings and Lands	.....	36.00
Rental Equipment	146.29	112.00
Insurance	1,463.21	2,156.58
Petty Cash Expenditures (Undistributed)	.....	999.98
Miscellaneous	161.31	991.69
Capital Outlay (Equipment)	260.65	.....
Totals	$ 141,321.30	$ 144,300.00
Kentucky School for the Deaf:		
Colored Department:		
Salaries	$ 6,378.00	$ 6,465.67
Labor—Petty Cash	264.68	103.00
Postage	21.00	15.00
Telephone and Telegraph	21.00	21.00
Freight and Storage	4.81	7.01
Light, Power and Water	429.04	383.89
Repairs to Buildings	.....	21.28
Office Supplies	.....	35.42
Food	992.17	703.24
Feed and Dairy Supplies	31.40	290.00
Coal	.....	14.25
Cleaning and Household Supplies	94.31	105.90
Drugs	.....	3.03
Repairs—Equipment	62.85	57.58
Hardware and Plumbing Supplies	.....	62.08
Educational Supplies	15.00	15.00
Insurance	187.67	210.47
Petty Cash Expense (Undistributed)	.....	182.76
Clothing Material	86.69	.....
Farm and Garden Supplies	27.15	.....
Miscellaneous	27.59	47.52
Totals	$ 8,643.36	$ 8,744.10
Revolving Fund—White Department:		
Capital Outlay	$ 2,344.74	$ 420.90
Agricultural and Garden Supplies	.....	238.85
Food	.....	259.00
Totals	$ 2,344.74	$ 918.75
Revolving Fund:		
Capital Outlay	$ 425.00	$ .....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education:	Year Ended June 30,	
Kentucky School for the Blind:	1945	1946
Salaries	$ 51,614.57	$ 54,682.08
Labor and Wages	17,838.79	19,905.20
Dry Goods and Clothing	981.81	179.00
Books, Stationery and Office Supplies	709.91	520.20
Groceries	4,777.30	5,209.81
Household and Kitchen Supplies	2,336.77	1,308.26
Bread Stuffs	947.38	1,031.63
Meats, Fowl and Fish	3,183.92	3,194.14
Fruits and Vegetables	6,194.18	6,336.11
Confectioneries	670.38	723.38
Drugs, Medicines and Professional Services	694.75	527.57
Telephone	384.33	452.06
Supplies for Ground	80.00	200.85
Laundry	392.06	316.55
Postage	191.57	216.71
Travel	565.18	486.95
Amusements	196.67	103.49
Heating Plant and Supplies	2,550.94	1,048.64
Building and Repairs	2,145.44	1,580.01
Factory and Shop Material and Supplies	23,027.75	64,294.44
Insurance	1,581.61	2,100.55
Repairs—Equipment	415.03	309.91
Fuel and Light	6,244.27	6,584.97
Water	792.37	887.68
Musical Instruments—Maintenance	214.24	143.10
Incidentals	113.97	49.29
Louisville Credit Association	25.00	.....
Bonds of Official	10.00	55.00
Paper for Printing	55.90	.....
	$ 128,936.09	$ 172,447.58
Less: Refunds and Credits	351.63	1,830.29
Total Net Expenditures	$ 128,584.46	$ 170,617.29
Charged to Appropriation—White Dept.	$ 81,917.48	$ 81,985.88
Charged to Appropriation—Colored Dept.	9,280.03	9,286.17
Charged to Appropriation—Adult Workshop	14,787.53	14,567.48
Charged to Revolving Fund — Adult Workshop	22,599.36	64,777.76
Totals	$ 128,584.40	$ 170,617.29

COMMENTS—MAYO STATE VOCATIONAL SCHOOL

All records of receipts and expenditures are maintained by the Department of Education, Division of Vocational Education, in Frankfort. We did not visit the school in Paintsville to verify the collection of receipts reported. However, when it is convenient for one of our field men who has an assignment in that vicinity, an examination will be made of the cash fund accounts maintained at the school.

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education: **Mayo Vocational School:**	Year Ended June 30, 1945	1946
Salaries and Wages	$ 20,123.05	$ 24,631.51
Postage, Telephone and Telegraph	257.34	483.82
Utilities	2,749.23	4,222.56
Travel	720.92	860.32
Freight and Storage	43.99	153.19
Contractual Repairs	97.94	253.74
Printing, Binding and Paper	16.48	27.98
Services Not Classified	114.87	279.00
Office Supplies	89.45	175.74
Coal, Fuel, Gasoline and Grease	1,117.08	1,403.77
Janitorial Supplies	909.58	91.38
Repair Parts and Materials	464.02	2,508.64
Food and Provisions	1,854.77	4,895.87
Other Operating Supplies	3,159.83	693.97
Rents	1,420.00	420.00
Insurance	735.72	784.13
Machinery, Implements and Equipment	383.81	407.00
Other Expenditures Not Classified	547.52	77.19
	$ 34,805.60	$ 42,369.81
Deduct: Inter-Account Credits	2,393.85	5,710.33
Net Total Charges	$ 32,411.75	$ 36,659.48
Charged to Appropriation Account	$ 28,279.84	$ 29,873.54
Charged to Revolving Fund Account	4,131.91	6,785.94
Totals	$ 32,411.75	$ 36,659.48

COMMENTS—NORTHERN KENTUCKY VOCATIONAL SCHOOL

Records of expenditures for the Northern Kentucky Vocational School are maintained by the Division of Vocational Education in Frankfort. Since there was no regular budget appropriation for the operation of this institution during the fiscal year 1945-46 and all expenses were paid from the Vocational Education Appropriation Account No. 2080, Vocational Revolving Fund Account No. 4894, and the George Deen and Smith Hughes Revolving Funds Accounts Number 4840 and 4850.

All expenditure documents and inter-fund transfers had been properly recorded and were in agreement with records maintained by the Division of Accounts and Control, Department of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Education: **Northern Kentucky Vocational School:**	Year Ended June 30, 1945	1946
Salaries	$ 2,495.00	$ 37,833.72
Travel	.....	73.08
Utilities	116.20	1,642.68
Office Supplies	16.52	117.60
Postage	.....	49.60
Telephone	.....	596.96
Fuel and Other Supplies	.....	467.61
Instructional Supplies	.....	1,141.44
Janitorial Supplies	291.87	298.31
Library Supplies	.....	28.00

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Education: **Northern Kentucky Vocational School:—Cont.**	Year Ended June 30, 1945	1946
Other Expenses	$	$ 46.08
Printing and Paper	38.95	.....
Electrical Supplies	103.71	.....
Repairs	16.48	.....
Paint	36.68	.....
Totals	$ 3,115.41	$ 42,295.08
Deduct:		
Inter-Account Credits:		
Vocational Education, Account No. 2081	$ 2,087.50	$ 36,459.39
George-Deen Fund, Account No. 4840	87.50	4,650.00
Smith-Hughes Fund, Account No. 4850	.....	600.00
Vocational Education, Account No. 4894	.....	985.00
Total Credits	$ 2,175.00	$ 42,694.39
Net Total Expenditures	$ 940.41	$(–) 399.31

COMMENTS—UNIVERSITY OF KENTUCKY

Comments other than explanation of accounts—

The General Fund contributed a net amount of $1,477,686.09, while operating and other institutional receipts amounted to $3,390,889.12. In other words, the State General Fund contributed approximately 39% of the total financial support and the institution itself provided 61%, including fees and services reported as State Revolving Funds. These funds do not include all of the athletic receipts. No audit was made of these operations. The University of Kentucky Athletic Association and the Kentucky Research Foundation are private corporations, incorporated under the laws of this State as non-profit organizations. No pecuniary profit is to be acquired by any one except as compensation for services rendered. Both of these corporations are separate entities with all the private powers belonging to such corporations. Notwithstanding this they really function as a subsidiary of the University in the performance of their particular purposes, without being subject to State budgetary laws. Through this procedure in athletic operations the financial restrictions of State laws are removed so that the Athletic Organization may compete on common ground with such organizations sponsored by similar institutions.

A strictly literal interpretation of some sections of law would hamper the institutions, especially those located in various sections of the State. K. R. S. 41.070 prohibits the deposit of receipts in any personal or special bank account, temporarily or otherwise, to meet expenditures or for any other purpose. K. R. S. 41.080 requires the Department of Finance to state on each permit the person from whom the money was received and on what account paid. In the case of K. R. S. 41.070, it is customary for Agencies, not located in Frankfort, to deposit money in bank and remit by check and not "in the form in which received." In the case of K. R. S. 41.080, if "from whom received" is interpreted to mean the person paying the money to the institution rather than the institution itself, in some cases it would be impossible. In the operation of a cafeteria or boarding hall, where cash registers are used, this requirement could not be complied with. Such a regulation could not be enforced in all receipts. In the University with its large student

body paying in various receipts individually and daily this regulation of naming the individuals necessitates several days work in preparing pay-in-vouchers, increasing the cost of administration enormously, and renders promptness impossible. These laws relating to receipts, as well as K. R. S. 45.140 defining State Revolving Funds, should be clarified by Legislative action to fully meet the actual conditions. No Agency should be compelled to resort to any form of devise to relieve difficult situations.

The activities, work, and responsibilities of the University have increased enormously. With a student body in excess of 6,000, not only the matter of giving instruction but also the matter of housing, feeding and providing adequate auxiliary facilities, both educational and non-educational, has strained the capacity of the plant to an extreme limit. The work of extending the temporary housing program is still in progress. The difficulties in obtaining many kinds of materials and supplies have hampered the progress and delays through regular procedures have increased the cost of operations.

The University is required to maintain its own Purchasing Division. This Division must make requisition to the State Division of Purchases for regular purchases. When the amount exceeds $300.00 sealed bids are requested. Under present economic conditions, it frequently happens that no bids are received. In case the demand is urgent, this compels the Purchasing Division of the University to go into the open market to find the goods and to procure them, if possible. The result is long delays and a waste of time and effort with an increased cost to both the central agency of the State and the University. In our opinion, it is impossible for one or two men in the Central State Office to keep up with the expanding work of all State Institutions, to keep sufficiently informed of their detailed operations so as to forecast their buying needs, and to fully know the sources of supply for those needs in both retail and wholesale channels. No criticism of the present personnel of the Central State Purchasing Division is implied. During the present economic crisis, it has not been possible in many instances to procure goods through competitive bidding. When this procedure fails one of the main bases of all advantages realized through centralized buying is weakened. If the centralized Agency can not buy and the Agency itself is forced into the open market in an endeavor to locate the material, it is evident that the system is not functioning properly, whatever the cause.

In emergency buying in the open market by the Agency, the $300.00 limit on purchases has frequently been a handicap during the war emergency. In case of ordinary emergency purchases, explanations of the purposes or needs of the article and the nature of the emergency in a large number of cases becomes onerous and burdensome. In purchasing books, publishers sometimes refuse to quote prices but refer to catalogue quotations. This renders impossible the ability to furnish the Central State Office with such information. Another handicap is that during present market conditions, with demand exceeding the supply, retailers object to the necessary procedures for payment with the usual delays.

K. R. S. 42.060 permits the State Division of Purchases to delegate purchasing power. This provision should be simplified so as to relieve the University in its present emergency without surrendering adequate control by the Central Agency.

In the payment of vouchers, the time required for processing necessary documents through the University, the Finance Department and State Treasurer's Office is unreasonable. Delays in payment for goods often result in loss of discounts and delays in semi-monthly payrolls are quite unsatisfactory.

One cause of these difficulties is the fact that State Appropriations have increased, naturally increasing the volume of work flowing through the State Finance Department and the State Treasurer's Office. At the same time appropriations for the two central departments have not been sufficient to enable them to care for the increased work promptly. At present both of these departments have insufficient funds to properly correlate their work with the needs of such institutions as the University and to guarantee a steady flow of day by day transactions. Delays are naturally more serious with institutions not having central offices in Frankfort, where messenger service is unavailable except at great expense.

The law provides for Revolving Funds to finance certain activities self-supporting in whole or in part. It also provides that amounts over and above maintenance and operating costs of these activities may, upon the order of the Finance Department, be used for ordinary expenses of the budget unit. In actual practice, separate Revolving Funds for all activities are not maintained. The operations of several activities are merged in the same Revolving Fund. When funds in the State General Fund appropriation run low because of allotment limitations, the Revolving Fund is used for ordinary expenses of the budget unit and vice versa. At the close of the year, when Agency funds are limited, the tendency is to use all of the General Fund Appropriation, leaving any excess funds in the Revolving Fund for future use. At the University the separate accounting for State Appropriation Funds, State Revolving Funds and institutional Restricted Funds with numerous changes from one to the other greatly increases the work of the University Accounting Division. Whatever temporary gain the University may realize it becomes a part of the Revolving Funds or other Restricted and Private Funds. The saving in the State General Fund through lapses is insignificant. It can hardly be considered enough to justify the additional cost to the University, a State institution, and to the State Central Offices in the extra accounting procedures and the extra work of separating the transactions.

This subject of centralized control of all detailed transactions, large and small, as well as the long line of procedures and steps required to complete transactions requires a special study by the Administration and the Legislature in cooperation with the University to evolve some form of simplification and control that would better implement the procedures and eliminate the present handicaps in normal transactions.

CLASSIFIED STATEMENT OF EXPENDITURES

University of Kentucky:

University General Fund:	Year Ended June 30,	
Income: (Not Including Restricted Funds)	1945	1946
State Appropriations	$ 1,503,572.35	$ 1,504,999.02
Student Fees	223,026.82	283,413.27
Endowment Income	12,616.84	9,644.50
Federal Funds	948,807.11	1,124,358.16
Sales and Services	401,712.70	405,144.76
Auxiliary Activities	179,315.61	272,554.19
Totals	$ 3,269,051.43	$ 3,600,113.90
Disbursements: (Not Including Restricted Funds)		
Allocated to Plant Funds	$ 51,933.03	$ 72,241.67
Education and General:		
Administrative and General	153,178.18	228,975.08
Instruction and Research	878,249.92	1,038,949.33

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

University of Kentucky:	Year Ended June 30,	
Education and General:—Cont.	1945	1946
University Extension	$ 32,252.06	$ 33,520.43
Library	68,655.28	73,264.46
Operation and Maintenance of Plant	242,160.30	337,407.09
Auxiliary Activities	163,297.34	189,889.29
Experiment Station	559,432.85	603,120.00
Agricultural Extension	833,869.49	1,001,599.59
Totals	$ 2,983,028.45	$ 3,578,966.94
Restricted Funds:*		
Beginning Balance	$ 1,004,451.42	$ 1,148,140.37
Receipts	1,338,001.04	1,929,074.58
Totals	$ 2,342,452.46	$ 3,077,214.95
Expenditures	1,134,698.47	1,865,750.00
Closing Balance	$ 2,207,753.99	$ 1,211,464.95

* Before Adjustments for Transfers and Service Transactions.

Agency or Private Funds:		
Beginning Balance	$ 10,492.28	$ 99.77
Receipts	238,093.89	289,352.06
Totals	$ 248,586.17	$ 289,451.83
Expenditures	248,486.40	274,447.98
Closing Balance	$ 99.77	$ 15,003.85
Endowment Funds:		
Beginning Balance	$ 190,462.12	$ 190,693.03
Additions	276.91	366.94
Totals	$ 190,739.03	$ 191,059.97
Deductions	46.00	196.78
Closing Balance	$ 190,693.03	$ 190,863.19
Note: Statement of Endowment Income Does Not Include Transfers to Other Funds as Follows:		
Kentucky Land Grant Bonds	$ 8,644.50	$ 8,644.50
Peabody Fund	3,972.34	1,000.00
Totals	$ 12,616.84	$ 9,644.50
Haggin Trust Fund:		
Beginning Balance	$ 72,041.60	$ 114,284.53
Receipts	57,895.53	67,688.22
Totals	$ 129,937.13	$ 181,972.75
Expenditures	15,652.60	33,344.75
Closing Balance	$ 114,284.53	*$ 148,528.00

* Not Including $69,085.86 Invested in Rental Property Carried in Plant Fund.

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

University of Kentucky:	Year Ended June 30,	
Student Loan Fund:	1945	1946
Beginning Balance	$ 57,331.25	$ 60,764.59
Additions	3,439.35	3,641.64
Totals	$ 60,770.60	$ 64,406.23
Expense	6.01	92.12
Closing Balance	$ 60,764.59	$ 64,314.11
Operation of Plant Fund:		
Beginning Balance	$ 67,202.29	$ 59,025.37
Allocations and Transfers	59,933.03	132,247.42
Accrued Interest on Bonds	.....	566.98
Proceeds of Bond Issue	.....	430,000.00
Insurance Loss Claim	.....	106,000.00
Totals	$ 127,135.32	$ 727,839.77
Expenditures	68,109.95	173,671.25
	$ 59,025.37	$ 554,168.52
Less: Bond Deductions	.....	417,704.98
Net Totals	$ 59,025.37	$ 136,463.54
Invested in Plant:		
Land	$ 916,433.83	$ 939,433.83
Buildings	6,329,590.31	6,514,328.60
Equipment	1,840,322.58	2,397,000.87
Totals	$ 9,086,346.72	$ 9,850,763.30

COMMENTS—EASTERN STATE TEACHERS COLLEGE

Two statements of expenditures are included in this report. One by Departments, taken from the voucher register at the College, and the other prepared from expenditure analysis cards on file at the Division of Accounts and Control, Department of Finance. There is considerable difficulty in reconciling the disbursement ledger maintained at the College with total disbursements shown by the Department of Finance. This discrepancy is partly due to the methods of posting various documents. All refunds, receipts remitted to the State Treasurer, and inter-account bills are classified as disbursements at the College, while the Department of Finance deducts refunds from the receipts and decreases or increases expenditures when entering an inter-account bill. We urgently recommend that the disbursement ledger, maintained at the College, be so arranged by recording the necessary reference numbers on each document processed for payment, that monthly reconciliations can be made with the Division of Accounts and Control. We suggest that at the end of each fiscal period, when all disbursement vouchers pertaining to said period have been properly approved and paid, that a recapitulation of all expenditures be made, agreeing in total with those shown by the Department of Finance.

Receipts collected for the year total $305,998.19; however, approximately $140,000.00 was retained by the College and deposited in the Building Revenue Fund. This is an increase in collections over the previous year of $100,595.22 which were $205,402.97. The enrollment increased from 660 for 1944-45 to 1,161 for 1945-46.

Profit and loss and student aid statements, and the farm inventory list were taken from reports prepared by the College and were not verified by us.

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Eastern State Teachers College:	Year Ended June 30,	
General Administration:	1945	1946
Office Supplies	$ 29,667.16	$ 26,866.45
Extra Office Help	1,980.86	3,480.52
Telephone and Telegraph	2,035.22	2,916.64
Office Supplies	736.05	1,044.62
Postage	1,842.11	1,953.82
Travel	607.15	1,113.28
Publicity	1,257.09	1,200.00
Catalogue and Review	1,611.87	1,593.66
Printing and Binding	1,293.79	1,456.06
Local Printing	2.50	39.80
Membership Dues	159.50	214.39
Totals	$ 41,193.30	$ 41,880.04
Instruction:		
Faculty Salaries	$ 171,149.50	$ 198,230.97
Part-time Faculty Salaries	531.10	1,155.27
Lectures	1,015.23	956.25
Supplies	411.86	1,135.35
Practice Teaching Contracts	1,008.00	488.00
Totals	$ 174,115.69	$ 201,965.84
Organized Activities:		
Physical Education	$ 3,330.14	$ 1,524.82
Health Service	3,547.43	5,442.13
Faculty Mileage	1,847.98	2,940.94
Riding Expense	1,708.99	2,503.13
Totals	$ 10,434.54	$ 12,411.02
Library Expense:		
Salaries	$ 7,358.38	$ 8,821.78
Student Wages	1,536.27	1,744.04
Supplies	273.83	246.23
Periodicals	830.04	713.73
Binding	527.65	216.30
Volumes	2,482.29	5,033.79
Visual Aids	138.55	130.77
Totals	$ 13,147.01	$ 16,906.64
Laboratory and Class Room Supplies:		
Art Expense	$ 95.04	$ 419.73
Bacteriology	42.97	98.42
Biology	441.63	725.94
Chemistry	362.88	900.65
Commerce	38.21	206.80
Home Economics	511.60	468.01
Industrial Arts	7.50	1,486.86
Music	902.84	902.59
Physics	139.89	1,551.27
Training School	344.60	608.40
Model High	397.97	533.44
Other Class Room Supplies	38.67	208.28
Totals	$ 3,323.80	$ 8,110.39

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Eastern State Teachers College:	Year Ended June 30,	
Operation and Maintenance:	1945	1946
Salaries—Supervisor	$ 2,124.96	$ 2,124.96
General Labor	2,985.30	5,251.47
Janitors' Wages	9,626.44	13,673.42
Night Watchman	987.00	1,314.00
Campus Labor	2,713.37	3,195.40
Truck Expense	693.98	2,247.03
Janitorial Supplies	768.52	2,542.15
Power Plant Wages	3,888.65	5,093.60
Power Plant Supplies	204.68	79.56
Power Plant Maintenance	1,467.60	1,440.57
Electric Service	8,524.05	11,124.95
Water	3,967.42	5,035.25
Gas	616.64	633.39
Sewer Rental	300.44	392.54
Coal	27,474.59	22,532.69
Repair of Buildings	10,261.80	20,607.14
Repair of Equipment	1,969.73	3,072.26
Repair of Light and Heat Mains	48.87	1,067.14
Maintenance Supplies	2,011.89	3,592.75
Insurance	3,199.62	4,163.22
Other Expense	.....	280.66
Totals	$ 83,835.55	$ 109,464.15
Burnam Hall:		
Wages	$ 6,732.01	$ 8,342.10
Maintenance	52.72	432.91
Supplies	91.43	700.48
Totals	$ 6,876.16	$ 9,475.49
Sullivan Hall:		
Wages	$ 18.33	$ 309.00
Maintenance	.....	49.22
Totals	$ 18.33	$ 358.22
Memorial Hall—Maintenance	$	$ 4.60
Men's Dormitory:		
Wages	$ 1,479.79	$ 3,247.83
Maintenance	32.28	18.00
Supplies	111.00	99.86
Totals	$ 1,623.07	$ 3,365.69
Veterans' Housing	$	$ 45,306.02
New Stateland Farm:		
Wages	$ 2,856.14	$ 3,013.52
Feed	7,456.95	7,406.20
Seed and Plants	171.61	44.45
Supplies and Other Expenses	240.17	169.48
Maintenance—Buildings and Equipment	553.03	571.29
Poultry Expense	48.00	64.60
Farm Crops—Expense	14.60	301.50

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Eastern State Teachers College:		
New Stateland Farm:—Cont.		
Dairy	$ 6,990.01	$ 7,774.20
Garden Expense	1,561.08	1,224.70
Totals	$ 19,891.59	$ 20,569.94
Extension Division:		
Salaries and Wages	$ 827.22	$ 1,418.80
Correspondence Instruction	2,978.45	5,272.75
Instruction	.....	758.85
Postage and Supplies	640.89	893.75
Refunds	302.67	303.42
Totals	$ 4,749.23	$ 8,647.57
Commencement Expense:		
Speakers	$ 225.00	$ 350.00
Other Expense	220.44	234.80
Totals	$ 445.44	$ 584.80
Farm Dwellings	$ 66.15	$ .....
R. O. T. C. Expense	$ 528.59	$ 236.91
Eastern Progress:		
Wages—Editor	$ 200.00	$ 160.00
Printing	419.10	617.95
Cuts and Other Expense	141.81	145.46
Totals	$ 760.91	$ 923.41
Milestone Expense	$	$ 916.50
Athletics:		
Salaries—Coaches	$ 3,055.87	$ 3,999.96
Guarantees	400.00	2,175.00
Equipment	486.37	1,619.03
Transportation	1,009.75	5,211.01
Officials and Other Expenses	1,981.46	3,476.36
Totals	$ 6,933.45	$ 16,481.36
Social Committee Expense	$ 463.06	$ 485.14
Messiah and Dramatic Tour Expense	$ 25.75	$ 143.00
Glee Club	$ 213.20	$ 299.99
Freight and Drayage	$ 760.35	$ 1,460.47
Linen Service	$ 999.80	$ 2,264.39
Capital Outlay:		
Pasteurizing Equipment	$ 3,866.68	$ .....
New Equipment	2,045.04	4,635.92
Improvements to Buildings	.....	4,550.67
Other	126.55	408.17
Totals	$ 6,038.27	$ 9,594.76

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Eastern State Teachers College:		
Capital Outlay:—Cont.		
Fidelity Bonds	$ 15.00	$ 102.66
Workshop Expense	$ 2,541.71	$ 1,443.44
Motion Picture Expense	$	$ 5,902.05
Library Interest	$	$ 4,080.00
Orchestra Equipment	$	$ 497.50
Band Uniforms	$	$ 11.25
Music Camp	$ 2,805.75	$ 3,152.87
Miscellaneous Equipment and Improvements	$	$ 710.04
Refunds	$	$ 2,664.91
Totals	$ 381,805.70	$ 530,421.06
Deduct: Refunds and Inter-Account Credits	6,193.01	4,307.82
Total Net Expenditures	$ 375,612.69	$ 526,113.24
Charged to Appropriation No. 2500	$ 281,287.36	$ 279,712.47
Charged to Revolving Fund No. 5050	90,341.61	233,802.46
Charged to Revolving Fund No. 5055	3,983.72	12,598.31
Totals	$ 375,612.69	$ 526,113.24
Morehead State Teachers College:		
Central Administration:		
Board of Regents—Travel	$ 15.95	$ 10.00
President's Office:		
Salaries	6,799.92	6,799.92
Travel	239.27	458.81
Business Office:		
Salaries	12,149.92	11,032.58
Student Wages	78.75	87.00
Travel	90.79	147.54
Registrar's Office:		
Salaries	3,903.26	4,522.69
Student Wages	165.60	29.80
Travel	42.79	50.35
Publicity Office:		
Salaries	70.17	1,869.64
Student Wages	442.35	667.46
Travel	66.75	515.89
Publications	1,110.28	265.14
Catalogue and Bulletins	2,050.71	885.09
Other Expenses	1,029.58	611.26
Dean of Women:		
Salaries and Wages		4,050.00
Travel		30.22

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	Year Ended June 30, 1946
Morehead State Teachers College:		
Central Administration:		
Undistributed Expenses:		
Postage	$ 1,814.98	$ 1,597.90
Telephone	1,622.13	2,051.53
Telegraph	29.01	3.35
Association Dues	249.00	301.00
Office Supplies	1,749.15	2,312.81
Freight and Express	826.54	636.31
Bonds of Officials	299.08	229.98
Counseling Service	.....	69.33
Totals—Central Administration	$ 34,845.98	$ 39,235.60
Instruction:		
Lyceum and Chapel	$ 880.88	$ 797.40
Dean of Instruction:		
Salaries and Wages	6,123.80	4,643.30
Student Wages	4.35	36.45
Travel	187.93	80.12
Supplies	65.71	34.54
Agriculture Department:		
Salaries and Wages	3,683.26	3,589.92
Travel	224.56	22.05
Supplies	38.93	55.96
Art Department:		
Salaries	4,882.29	5,499.96
Student Wages	30.60	100.50
Travel	25.05	.....
Supplies	175.35	222.48
Biology and Chemistry:		
Salaries and Wages	$ 8,294.05	$ 9,406.08
Student Wages	423.39	252.61
Travel	605.10	132.25
Supplies	670.06	799.49
Commerce Department:		
Salaries and Wages	7,300.55	9,341.96
Student Wages	360.90	312.45
Travel	4.05	6.91
Supplies	348.25	586.57
Economics and Sociology Department:		
Salaries and Wages	1,600.00	3,408.26
Student Wages	28.20	46.40
Travel	17.22	4.00
Supplies	.....	.95
Education Department:		
Salaries and Wages	12,543.94	7,929.17
Student Wages	18.30	19.70
Travel	263.78	253.82
Supplies	9.40	10.75

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Morehead State Teachers College:		
Instruction (Continued):		
English Department:		
Salaries	$ 12,164.55	$ 11,939.92
Student Wages	22.20	123.25
Travel	248.01	14.51
Supplies	6.25	1.40
Geography Department:		
Salaries	4,583.30	4,766.66
Student Wages	56.10	15.55
Travel	108.85	2.75
Supplies	.....	11.23
History and Government:		
Salaries	4,672.48	6,456.95
Travel	61.05	145.77
Supplies	.....	13.03
Foreign Language:		
Salaries	2,513.82	2,799.96
Industrial Arts Department:		
Salaries	2,700.00	2,706.00
Student Wages	42.75	260.70
Travel	5.00	203.65
Supplies	35.71	306.60
Home Economics:		
Salaries	7,196.54	7,366.58
Student Wages	153.60	105.97
Travel	89.19	71.67
Supplies	97.80	168.75
Mathematics and Physics:		
Salaries and Wages	5,679.09	6,533.32
Student Wages	153.60	98.55
Travel	9.80	.....
Supplies	176.59	66.09
Music Department:		
Salaries	$ 5,542.12	$ 7,366.58
Student Wages	544.80	969.00
Travel	226.90	448.98
Supplies	503.93	529.83
Physical Education Department:		
Salaries	4,767.24	4,728.68
Student Wages	97.85	594.73
Supplies	298.15	50.09
Laundry	.....	3.49
Band School:		
Student Salaries and Wages	.....	216.00
Travel	.....	69.40

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Morehead State Teachers College:		
Instruction (Continued):		
Training School:		
Salaries	$ 27,795.67	$ 32,704.84
Student Wages	129.85	75.00
Travel	263.26	312.90
Supplies	212.60	200.05
Navy Instruction:		
Salaries	12,071.99	.....
Student Wages	3.30	.....
Supplies	177.12	.....
Repairs	6.00	.....
Motion Pictures:		
Film Rental and Supplies	.....	109.58
Rehabilitation	(–) 266.80	200.00
Totals—Instruction	$ 141,960.16	$ 140,351.96
College Library:		
Salaries and Wages	$ 4,679.96	$ 4,179.98
Student Wages	1,583.30	1,220.25
Periodicals	956.50	799.00
Supplies	184.63	93.79
Other Expense	70.97	.....
Totals—College Library	$ 7,475.36	$ 6,293.02
Operation and Maintenance:		
General:		
Salaries and Wages	$ 5,509.92	$ 5,119.92
Travel	40.56	304.82
Administration Building:		
Salaries and Wages	3,666.98	2,931.51
Student Wages	12.00	.....
Janitorial Supplies	183.41	86.44
Repair and Maintenance	475.36	439.40
Insurance	166.85	183.59
Auditorium and Gymnasium:		
Salaries and Wages	1,600.71	1,685.18
Student Wages	183.05	69.00
Janitorial Supplies	127.73	73.92
Repair and Maintenance	317.17	217.19
Insurance	446.88	526.35
Home Management House:		
Salaries and Wages	54.00	25.57
Janitorial Supplies and Laundry	34.87	4.60
Repair and Maintenance	58.00	23.74
Insurance	37.09	40.80
Other Expense	4.99	.....

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	Year Ended June 30, 1946
Morehead State Teachers College:		
Operation and Maintenance (Continued):		
Library:		
Salaries and Wages	$ 1,261.58	$ 1,417.15
Student Wages	33.30	31.50
Janitorial Supplies	104.06	85.62
Repair and Maintenance	154.31	234.39
Insurance	194.11	180.93
Power Plant:		
Salaries and Wages	9,239.69	8,364.18
Filtration Supplies	120.55	10.65
Fuel	29,374.00	29,184.27
Water, Electricity and Steam	2,054.09	3,299.90
Other Expense	356.76	403.16
Insurance	.....	525.03
President's Home:		
Salaries and Wages	92.32	40.91
Student Wages	338.85	324.15
Janitorial Supplies	19.30	2.00
Repair and Maintenance	76.22	161.14
Insurance	66.24	68.78
Science Building:		
Salaries and Wages	2,830.51	2,331.43
Janitorial Supplies	114.38	92.86
Repair and Maintenance	253.27	277.77
Training School:		
Salaries and Wages	2,888.69	2,480.48
Student Wages	23.25	.....
Cleaning Materials	111.18	73.12
Repair and Maintenance	346.09	572.84
Insurance	141.01	141.33
Store Room Building:		
Salaries and Wages	54.60	.....
Janitorial Supplies	25.37	.....
Repair and Maintenance	19.55	.....
Insurance	17.93	17.92
Grounds:		
Salaries and Wages	$ 5,649.39	$ 5,712.40
Repair and Maintenance	1,117.03	1,162.86
Steam and Sewer Lines	59.96	137.35
Dam and Road	8.35	145.00
Electricity	8,014.52	8,243.36
Totals—Operation and Maintenance	$ 78,080.03	$ 77,454.51
Special Student Services:		
Hospital:		
Salaries and Wages	$ 2,270.20	$ 2,347.90
Student Wages	226.65	212.05
Medical Supplies	143.54	234.36
Other Expense	16.80	27.98

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Morehead State Teachers College:		
Special Student Services:—Cont.	Year Ended June 30, 1945	1946
Swimming Pool:		
Salaries and Wages	$ 1,318.23	$ 1,178.27
Student Wages	4.00	73.20
Repair and Maintenance	135.77	12.50
Insurance	60.86	68.04
Trail Blazer:		
Student Wages	428.45	63.80
Printing and Plates	1,129.77	1,237.77
Other Expense	13.10	7.25
Post Office—Student Wages	.....	3.00
Senior Bulletin	.....	598.33
Social Activities	237.83	729.64
Other Activities	253.00	336.65
Totals—Special Student Services	$ 6,238.20	$ 7,130.74
Athletics:		
Inter-Collegiate Athletics	$ 8,837.50	$ 12,147.20
Tennis Courts	235.65	163.15
Stadium and Field	91.85	549.16
Totals—Athletics	$ 9,165.00	$ 12,859.51
Expense of Dormitories:		
Allie Young Hall	$ 2,689.58	$ 3,752.33
Fields Hall	8,668.85	5,554.81
Thompson Hall	1,354.34	3,888.11
Men's Hall	922.83	2,255.61
Totals—Expense of Dormitories	$ 13,635.60	$ 15,450.86
Other Expenses:		
Cafeteria and Grill	$ 62,320.39	$ 56,345.74
Bookstore	8,667.43	16,094.06
Extension	2,597.59	4,869.11
Operations—Navy	2,162.68	.....
Equipment	14,332.50	8,716.29
Plant Acquisitions, Improvements and Restorations	1,732.70	3,534.13
Private Student Funds	69.95	83.14
Debt Service—Bonds and Interest	29,520.00	28,780.00
Veterans Aid—State of Kentucky	215.25	164.00
Total Other Expenses	$ 121,618.49	$ 118,586.47
Grand Total per Records	$ 413,018.82	$ 417,362.67
Reconciliation with Finance Department:		
Total Expenditures per Records of Institution	$ 413,018.82	$ 417,362.67

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Morehead State Teachers College:—Cont.	Year Ended June 30,	
Deduct Items Not Charged by Finance Dept.:	1945	1946
Scholarships, etc.	$ 13,486.18	$ 20,429.50
Power Plant Bonds	10,000.00	10,000.00
Interest on Power Plant Bonds	4,400.00	4,020.00
Men's Dormitory Bonds	4,000.00	4,000.00
Interest on Men's Dormitory Bonds	3,160.00	2,900.00
Athletic Guarantees	275.00	150.00
Special Private Fund	69.95	83.14
Total Deductions	$ 35,391.13	$ 41,582.64
Expenditures—Finance Department	$ 377,627.69	$ 375,780.03
Charged to:		
Appropriation Account No. 2510	$ 233,992.87	$ 233,999.24
Revolving Fund Account No. 5060	132,388.14	129,993.13
Revolving Fund Account No. 5062	7,960.00	7,860.00
Revolving Fund Account No. 5065	3,286.68	3,927.66
Totals	$ 377,627.69	$ 375,780.03

COMMENTS—MURRAY STATE TEACHERS COLLEGE

All records of disbursements, receipts, and balances pertaining to the Appropriation and Revolving Fund Accounts are neatly and accurately kept and are in agreement with the records of the Division of Accounts and Control, Department of Finance.

The cash account funds maintained by the College were examined and receipts and balances were verified by pass books from local depositories, and also by personal inspection.

Regarding the supplementary salary payments to Dr. James Richmond, from the Building Bond Retirement Fund of the Physical Education Building mentioned in two previous audits, there was not at the time of this examination any record of this fund having been reimbursed from Mr. Richmond's estate.

CLASSIFIED STATEMENT OF EXPENDITURES

Murray State Teachers College:	Year Ended June 30,	
Board of Trustees:	1945	1946
Travel Expense	$ 62.66	$ 137.65
Other Expense	12.00	4.50
Totals	$ 74.66	$ 142.15
President's Office:		
Salaries	$ 8,676.55	$ 9,210.45
Travel	180.58	961.43
Other Expenses	473.81	319.80
Totals	$ 9,330.94	$ 10,491.68
Business Office:		
Salaries	$ 10,794.25	$ 13,710.12
Travel	221.06	511.14
Office Supplies	364.69	226.49
Printing, Binding and Advertising		

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Murray State Teachers College:	Year Ended June 30, 1945	1946
Business Office:—Cont.		
Repairs to Motor Vehicles	$ 34.24	$ 9.53
Insurance	73.75	40.00
Other Operating Expense	96.37	4.80
Furniture and Equipment	.....	176.00
Totals	$ 11,584.36	$ 14,678.08
Registrar's Office:		
Salaries	$ 4,569.84	$ 5,867.47
Personal Services Not Classified	471.34	370.57
Travel	.....	70.27
Office Supplies	152.73	118.02
Postage	.....	134.88
Printing, Binding and Advertising	.....	78.00
Other Operating Expense	21.42	28.15
Furniture and Equipment	.....	67.50
Totals	$ 5,215.33	$ 6,734.86
Personnel Office:		
Salaries	$ 3,143.20	$ 1,686.25
Office Supplies	51.46	65.45
Other Operating Expense	27.00	18.81
Furniture and Equipment	39.50	.....
Totals	$ 3,261.16	$ 1,770.51
Promotion and Publicity:		
Program Lectures and Artists	$	$ 971.00
Personal Services Not Clastified	731.54	.....
Printing, Binding and Advertising	280.66	1,208.36
Office Supplies	10.30	18.20
Food Products	71.73	190.75
Other Supplies	159.45	33.52
Other Operating Expense	1.06	96.96
Totals	$ 1,254.74	$ 2,518.79
Alumni Association:		
Salaries	$ 497.50	$ 526.25
Office Supplies and Postage	26.40	11.55
Totals	$ 523.90	$ 537.80
Undistributed Expense:		
Salaries (Students)	$ 828.00	$ 1,218.25
Postage	1,403.15	1,539.11
Telephone and Telegraph	2,683.22	3,949.98
Other Operating Expense	261.29	291.25
Totals	$ 5,175.66	$ 6,998.59
College Instruction:		
Salaries	$ 185,634.57	$ 193,859.50
Postage	6.50	42.47
Freight, Express and Drayage	107.13	281.19

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Murray State Teachers College:	Year Ended June 30,	
College Instruction:—Cont.	1945	1946
Travel	$ 1,922.70	$ 2,986.66
Printing, Binding and Advertising	24.44	84.14
Heat, Light and Power	3.18	31.56
Repairs to Motor Vehicles	492.65	805.02
Paper for Printing	105.90	608.66
Office Supplies	400.83	476.17
Food Products and Subsistence	2,200.95	2,523.66
Motor Fuels and Lubricants	570.97	853.74
Janitorial Supplies	173.09	2.09
Laboratory Supplies	1,483.89	3,501.81
Repair Parts	186.96	209.21
Class Room Supplies	5,394.36	13,385.30
Other Supplies	1,040.25	3,702.98
Rentals on Buildings and Lands	8,200.00	10,400.00
Insurance Other than State	286.08	282.71
Furniture and Office Equipment	5,267.40	1,961.50
Instruments and Apparatus	155.00	707.07
Other Expense	293.89	1,714.62
Totals	$ 213,950.74	$ 238,419.00
Libraries:		
Salaries	$ 12,178.74	$ 12,680.99
Postage	30.00	13.82
Travel	195.79	219.52
Printing, Binding and Advertising	604.65	857.83
Repairs to Motor Vehicles	51.90	41.15
Office Supplies	206.38	367.42
Motor Fuels and Lubricants	174.76	133.19
Repair Parts	74.44	116.43
Library Books	6,887.51	7,953.17
Other Expense	53.18	25.93
Totals	$ 20,457.35	$ 22,409.45
Operation and Maintenance—College:		
Salaries	$ 47,456.49	$ 62,199.69
Freight, Drayage and Express	—216.19	483.24
Heat, Light, Water and Power	15,823.59	11,913.99
Repairs	2,221.15	3,555.80
Office Supplies	29.42	10.79
Food Products	46.30	268.23
Fuel, Oils and Grease (Heating)	21,174.37	17,510.22
Motor Fuels and Lubricants	393.57	420.74
Janitorial Supplies	2,707.54	2,346.15
Chemicals, Drugs, etc.	5.47	78.27
Household and Kitchen Supplies	1,625.20	525.48
Repair Parts	3,313.97	8,573.03
Other Supplies	806.22	456.06
Travel	.....	77.57
Printing, Binding and Advertising	.....	53.95
Tools, Hardware, etc.	2,964.51	12,480.52
Rentals of Buildings and Lands	3,253.50	600.00
Rental of Equipment	167.00	144.00
Furniture and Fixtures	2,978.38	1,123.60
Machinery and Implements	381.64	556.82

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Murray State Teachers College:	Year Ended June 30,	
Operation and Maintenance—College:—Cont.	1945	1946
Insurance and Bonds	$ 4,779.29	$ 6,209.52
Other Expense	969.13	1,030.31
Totals	$ 111,312.93	$ 130,617.98
Special Student Services:		
Salaries	$ 5,703.14	$ 4,736.42
Postage	78.00	91.20
Printing, Binding and Advertising	2,339.40	3,194.25
Office Supplies	34.62	28.25
Other Supplies	66.90	222.22
Other Expense	240.44	84.38
Totals	$ 8,462.50	$ 8,356.72
Athletics:		
Athletic Contracts	$ 5,437.67	$ 5,312.40
Travel and Subsistence	3,862.82	6,895.20
Repairs to Motor Vehicles	18.31	632.40
Printing, Binding and Advertising	143.75	177.80
Clothing (Uniforms)	3,553.02	3,385.64
Food Products	560.91	779.25
Athletic Supplies	1,563.79	924.75
Other Supplies	169.73	328.95
Repair Parts	81.82	10.10
Student Wages, etc.	.....	7,432.09
Other Expense	1,334.64	2,399.69
Totals	$ 16,726.46	$ 27,878.27
Dormitories:		
Personal Services	$ 4,537.90	$ 7,167.50
Repairs to Motor Vehicles	647.26	1,701.74
Office Supplies	16.53	18.65
Food Products	434.15	477.13
Other Supplies	116.00	443.81
Repair Parts	54.15	170.46
Books and Periodicals	8.63	9.45
Rentals on Lands and Buildings	2,100.00	2,625.00
Furniture and Fixtures	713.00	152.50
Other Expenses	335.93	502.89
Totals	$ 8,963.55	$ 13,269.13
Dining Hall:		
Personal Services	$ 45,976.22	$ 36,597.16
Freight, Express and Drayage	1,068.72	7.01
Heat, Light, Power and Sewerage	2,062.70	1,085.25
Repairs to Motor Vehicles	431.20	187.35
Office Supplies	35.38	12.51
Food Products	84,650.75	73,474.78
Coal, Coke and Fuel	737.59	117.72
Janitor Supplies	973.83	1,908.86
Other Supplies	936.65	2,327.84
Repair Parts	103.25	120.68

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Murray State Teachers College:	Year Ended June 30,	
Dining Hall:—Cont.	1945	1946
Furniture and Fixtures	$ 249.43	$ 1,921.72
Other Expense	687.10	1,083.71
Totals	$ 137,912.82	$ 118,844.59
Farm:		
Personal Services	$ 5,672.92	$ 6,122.29
Freight, Express and Drayage	69.49	3.81
Repairs to Motor Vehicles	497.92	335.22
Food Products	182.62	88.76
Forage	3,129.47	2,656.82
Coal and Fuel	194.10	464.67
Motor Fuels and Lubricants	437.14	532.05
Repair Parts	119.26	750.74
Agricultural Supplies	2,511.47	1,376.86
Other Supplies	280.30	770.07
Livestock Equipment	3,898.72	2,922.59
Machinery and Implements	943.90	954.75
Buildings and Fixed Equipment	2,490.64	1,442.50
Other Expenses	2,894.72	3,859.43
Totals	$ 23,322.67	$ 22,280.56
Extension:		
Personal Services	$ 4,102.47	$ 4,242.23
Travel	585.93	872.95
Office Supplies	48.95	74.02
Totals	$ 4,737.35	$ 5,189.20
Navy:		
Personal Services	$ 12,578.04	$ 7,170.97
Travel	792.57	466.60
Subsistence	7,399.10	.....
Office Supplies	53.67	10.05
Hospital and Boarding Care	.....	987.11
Miscellaneous Supplies	1,621.08	533.97
Repairs to Motor Vehicles	372.41	77.61
Other Expense	1,013.11	80.25
Totals	$ 23,829.98	$ 9,326.56
Capital Outlay:		
Furniture and Equipment	$	$ 7,771.64
Motor Vehicles	.....	3,562.07
Hauling Houses	.....	7,425.00
Instruments and Apparatus	.....	1,395.00
Building and Fixed Equipment	.....	33.00
Totals	$	$ 20,186.71
Grand Totals	$ 606,097.10	$ 660,650.63

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Murray State Teachers College:	Year Ended June 30,	
Reconciliation with Finance Department:	1945	1946
Amount per College Records	$ 606,097.10	$ 660,650.63
Deduct: Voucher No. 64561 (Voc. Rehab.)	974.10	.....
	$ 605,123.00	$ 660,650.63
Deduct: Inter-Account Credits	16,667.64	17,998.12
Amount per Finance Department	$ 588,455.36	$ 642,652.51
Expended as Follows:		
Appropriation Account No. 2520	$ 253,959.85	$ 253,999.84
Revolving Fund Account No. 5070	315,167.83	366,493.60
Revolving Fund Account No. 5075	16,739.26	22,159.07
Revolving Fund Account No. 5079	2,150.00	.....
Continued Appropriation Account No. 2528	438.42	.....
Totals	$ 588,455.36	$ 642,652.51

COMMENTS—WESTERN KENTUCKY STATE TEACHERS COLLEGE

The books and records of Western Kentucky State Teachers College are well maintained, and the expenditures and receipts were accounted for and reconciled with the Department of Finance.

A thorough examination was made as to the control and accounting system used for the college's receipts from student fees, etc. The handling of the receipts is as follows:

The cashier has a receipt book numbered consecutively and in duplicate. The original is issued to the payee and the duplicate is retained in the college files. At the end of the day the cashier posts collections (per receipt book) to a daily receipts ledger. The money is turned over to the Bookkeeper, who checks the daily sheets and posts to a monthly ledger. The Bookkeeper also makes deposits of money in local banks to the credit of the College Treasurer, who reports same at the end of the month to the State Treasurer. The Cashier's receipt books are submitted to a clerk, who types a list of the receipts directly from the receipts book. This amount must equal the Cashier's and Bookkeeper's ledgers, thereby making a triple check on all student fees received.

CLASSIFIED STATEMENT OF EXPENDITURES

Western State Teachers College:		
Administration and General Control:	Year Ended June 30,	
Salaries:	1945	1946
President's Office	$ 11,211.08	$ 10,760.30
Bursar's Office	8,667.37	9,122.93
Registrar's Office	7,371.91	7,505.79
Publicity Office	5,746.58	7,830.00
Stationery and Printing	520.00	1,393.34
Advertising	725.14	783.09
Postage	1,477.53	1,608.97
Freight and Express	265.59	689.22
Telephones	1,884.14	2,354.19
Telegrams	59.96	117.66
Travel	562.43	2,051.35
Office Supplies	1,134.74	900.25
General Expense	.....	50.00
Totals	$ 39,626.47	$ 45,167.09

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Western State Teachers College:	Year Ended June 30,	
Instruction:	1945	1946
Salaries—Teachers	$ 177,824.59	$ 187,077.86
Classroom Supplies	3,238.27	5,302.27
Classroom Expense	1,542.55	1,733.18
Totals	$ 182,605.41	$ 194,113.31
Operation:		
Salaries:		
Heat and Electric	$ 8,038.26	$ 9,574.49
Janitors	11,843.15	15,528.50
Telephone Operators	636.91	568.09
Truck Driver	999.96	1,133.32
Watchman	1,263.70	1,267.15
Physical Education Office	2,463.16	2,561.88
Soaps and Cleaning Material	999.65	857.61
Water	3,357.38	4,297.15
Fuel	12,585.89	11,966.73
Auto Expense	726.12	1,121.67
Lights and Gas	6,592.15	6,299.96
Miscellaneous Expense	9.46	21.53
Rent—Classroom Building	4,315.08	10,000.00
Room Rent—Veterans	.....	299.25
Totals	$ 53,830.87	$ 65,497.33
Maintenance and Buildings:		
Salaries:		
Carpenter and Plumbers	$ 10,062.78	$ 9,940.30
Industrial Arts	328.14	1,670.73
Heating, Plumbing and Electrical Supplies	3,047.05	6,883.73
Industrial Art Supplies	3,145.27	4,574.23
Totals	$ 16,583.24	$ 23,068.99
Maintenance—Campus:		
Salaries	$ 6,041.70	$ 5,666.18
Supplies	207.51	386.34
Totals	$ 6,249.21	$ 6,052.52
Auxiliary Agencies:		
Salaries:		
Training School	$ 42,751.35	$ 47,891.01
Personnel Office	3,960.00	4,060.00
Clinic	1,587.15	1,563.05
Library	13,850.87	16,326.68
Supplies:		
Training School	208.38	1,020.17
Library	95.79	97.36
Clinic	448.69	74.97
Library—Training School	773.32	755.87
Lyceum and Student Activities	1,489.99	1,786.88
Athletics	3,124.19	5,909.79

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Western State Teachers College:	Year Ended June 30,	
Supplies:—Cont.	1945	1946
Athletics—Travel	$ 1,981.41	$ 3,785.96
Commencement Expense	535.50	655.72
Training School—Athletics	204.50	514.57
Totals	$ 71,011.14	$ 84,442.03
Fixed Charges:		
Insurance	$ 4,646.74	$ 5,169.57
Extension Division:		
Salaries	$ 5,726.78	$ 6,181.53
Travel	2,108.85	2,063.35
Totals	$ 7,835.63	$ 8,244.88
Farm:		
Salaries	$ 6,057.60	$ 6,427.65
Supplies	5,649.05	7,160.98
General Expense	4,279.12	4,756.18
Totals	$ 15,985.77	$ 18,344.81
Boarding Home:		
Salaries	$ 6,051.85	$ 6,909.62
Food Supplies	16,228.13	30,313.52
General Expense	1,123.00	788.68
Totals	$ 23,402.98	$ 38,011.82
J. Whit Potter Hall:		
Salaries	$ 2,113.59	$ 2,445.46
General Expense	302.32	1,151.59
Totals	$ 2,415.91	$ 3,597.05
West Hall:		
Salaries	$ 2,245.36	$ 2,754.35
General Expense	1,183.20	949.65
Totals	$ 3,428.56	$ 3,704.00
Capital Outlay:		
Cherryton	$	$ 734.18
New Dairy Barn	13,856.37	154.00
Housing Project (Federal)	.....	18,812.42
Furniture and Equipment:		
Administration Building	.....	1,380.16
Training School	.....	17.70
Physical Education	.....	19.55
Industrial Arts	.....	533.59
Library Building	.....	180.60
Library Books	5,164.80	5,308.29
Kentucky Library Books	669.66	413.91
Home Economics Building	.....	72.71

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Western State Teachers College:	Year Ended June 30,	
Capital Outlay:—Cont.	1945	1946
Music Hall	$ 135.00	$ 400.00
Potter Hall	360.00	251.60
West Hall	528.00	.....
Cherryton	60.00	32.43
President's Home	.....	24.44
Swimming Pool	.....	48.25
Chemistry	.....	1,124.00
Physics	.....	189.70
Geography	.....	248.00
Farm Equipment	.....	1,295.00
Livestock and Dairy	135.00	84.00
Kentucky Building	9.50	.....
Boarding Home	3,425.00	.....
New Farm Residence	1,657.60	.....
Totals	$ 26,000.93	$ 31,324.53
Grand Totals	$ 453,622.86	$ 526,737.93
Deduct: Net Transfer and Inter-Account Credits	5,120.43	5,339.97
Net Total Expenditures	$ 448,502.43	$ 521,397.96
Charged to Appropriation Account No. 2540	$ 364,969.14	$ 364,961.16
Charged to Revolving Fund Account No. 5080	78,523.19	146,492.68
Charged to Revolving Fund Account No. 5085	5,010.10	9,944.12
Totals	$ 448,502.43	$ 521,397.96

COMMENTS—DEPARTMENT OF LIBRARY AND ARCHIVES

The records of the Librarian are neatly and accurately kept. The records include the following budget units:

No. 2600	Law Librarian	$10,300.00
No. 2610	Law Library Books	3,500.00
No. 2620	Library Sales Account	17,500.00
No. 2630	Distribution and Repair of Books	1,000.00
No. 3180	Statutes and Codes for Courts	1,500.00

The Department of Library and Archives also includes the Library Extension Division and the Kentucky Historical Society.

The appropriation for Distribution and Repair of Books exceeded the expense of the service. $150.00 was transferred to the Law Librarian account. An additional amount of $8,509.26 was transferred from the Governor's General Emergency to the Law Librarian account. This provided a fund evidently in excess of necessary requirements as $500.00 was transferred from this account to Law Library Books.

The transfers from the Governor's General Emergency Fund were as follows:

To Account No. 2609 for Cataloging	$ 2,905.31
To Account No. 2601 for Expenses	5,603.95

The funds for cataloging were transferred to a special account and the Executive Order provided that any balance in the account should revert to the General Emergency Fund. No balance remained but the expendi-

tures included a clock costing $12.95. We do not consider this a proper charge against the special account.

Under requirements of K. R. S. 171.050 the work of cataloging all material in the library was undertaken. The entire material both legal and non-legal is estimated at 96,000 volumes. A professionally trained person was employed.

The classification schemes as outlined in Hicks and Basset's manuals were adopted for classifying the legal material, and the Dewey Decimal classification scheme was adopted for the non-legal material. After the cataloging has been completed books will be arranged in logical order on the shelves by subject and form.

The key or index for locating books in the collection is contained in the alphabetical arrangement of author, title and subject cards for each book in the card catalog with appropriate cross references. The Library of Congress **List of Subject Headings** was adopted as the official manual for subject headings. Library of Congress printed cards are being purchased for each title for which available. There is maintained also a card shelf list showing what books are classified in a given subject group or point of the classification.

On the basis of statistics, the librarian estimates that twelve years would be required for two professionally trained persons and a typist to complete the work.

Receipts are derived from the sale of Kentucky Reports and from subscriptions for Advance Sheets, both including opinions of the Court of Appeals, from Acts of the General Assembly and both House and Senate Journals. There are also some volumes of the Debates of the 1890 Constitutional Convention for sale and some miscellaneous receipts, but the income from the two latter sources is insignificant. The prices of each of the above are based upon cost of publication and vary, the later ones and reprints being more expensive generally because of increased costs. In the case of Journals and Acts, those for special sessions in some instances are cheaper because of the limited material. More specifically, the price ranges as follows:

House Journals ..... From $1.00 to $2.00
Senate Journals ..... From $1.00 to $2.00
(With some special sessions at 50 cents in both cases)
Kentucky Acts ..... From $1.00 to $2.00
(With some special sessions at 50 cents)
Kentucky Reports ..... From $2.00 to $3.25
(Volumes 224–297 and some reprints are priced at $3.25, while unbound volumes of 1–77 are $1.00 each)
Debates of 1890 Constitutional Convention $5.00
Subscriptions—Advance Sheets $3.00

A statement of receipts from each source is included in this report.

The Librarian's compilation of the requirements in respect to the quantities of the above volumes and their distribution is as follows:

Name	Number Printed	Free Distribution	Leg. and Law Library	Exchange	Loan	Balance for Sale
Kentucky Acts	3,000	1,679	50	51	18	1,202
House Journals	500	420	25	....	....	55
Senate Journals	500	420	25	....	....	55
Reports	600	218	25	50	11	296

The number of copies of the Acts and the Journals are definitely fixed by law, K. R. S. 57.140. In the case of Kentucky Reports the amount is not definitely fixed by Statute, K. R. S. 21.270. The number has been reduced by the Court from approximately 1,000 copies to 600. In view of

the excess quantities formerly printed and the great mass sold recently as junk this was most assuredly a wise change in policy. According to an order of the Court, dated May 8, 1942, the discontinuance of the purchase of the electrotype plates from which the Reports were printed has also resulted in a saving of approximately $2,500 per year. While these amounts are petty in comparison with State expenditures as a whole, yet in the administration of this particular budget unit it indicates an exercise of better business management than we have found elsewhere.

Since the number of volumes of the Acts to be printed is fixed by Statute some legislative action is very necessary. The balance of 1,202 for sale greatly exceeds the demands. Again, the laws permitting free distribution need revision, especially in respect to the colleges.

The excess accumulation of all volumes through the years and now sold as junk amounted to 65,902 volumes. Many of these were moth-eaten and damaged otherwise to such an extent that they were considered valueless. Based upon cost as indicated by current prices, the loss to the State may be summarized approximately as follows:

House Journals	4,174	Volumes	$ 5,829.00
Senate Journals	4,723	Volumes	6,723.50
Acts	23,799	Volumes	26,168.25
Kentucky Reports	33,206	Volumes	97,247.75
Totals	65,902		$135,968.50

We did not examine the actual cost of each series throughout the years. The above amounts are based upon current prices representing the approximate cost and in our opinion are conservative rather than excessive.

In respect to the excess numbers of volumes printed the records of Mr. D. B. G. Rose, Supt. of Printing, show volumes remaining on Oct. 4, 1944, by actual count as follows:

1940 House Journals	300	Copies (of 4 Volumes each)
Senate Journals	300	Copies (of 4 Volumes each)
Vol. 294 Kentucky Reports	588	Copies (1,000 Printed)
Vol. 293 Kentucky Reports	500	Copies (1,000 Printed)
1938 Acts	347	Copies (3,000 Printed)
1936-37—4th Special Session—Acts	2,032	Copies
1936 Acts	630	Copies
1902 Acts	610	Copies
1936 Rev. and Budget Session—Acts	1,271	Copies
1916 Acts	40	Copies
1914 Acts	502	Copies

Requisition No. 19, dated June 5, 1944, shows that he ordered only 1,800 copies of the Acts for each of the two sessions and had both copies bound in one volume. He also advises that the cost of indexing was reduced substantially.

The 65,902 volumes referred to above were turned over to the Division of Purchcases and Public Properties as surplus property. The sale of this was not advertised in the papers, but invitations for bids were sent to the following:

The Mead Corporation	Chilicothe, Ohio
The Goldberg Junk Yard	408 Washington St. Frankfort, Kentucky
Acme Paper Stock Co.	Second and Water Sts. Louisville, Kentucky
Madison Street Junk Yard	Frankfort, Kentucky

Champion and Paper Fibre Co.	Hamilton, Ohio
Michigan Paper Co.	Allegan County Plain Well, Michigan
I. V. Sutphin Company	2103 Union Central Bldg. Cincinnati, Ohio
Beckett Paper Co.	Hamilton, Ohio

The tabulation of bids shows one from the Goldberg Junk Yard at $25.56 per cwt. and one from the Madison Street Junk Yard at $22.00 per ton. The bid from the Goldberg Junk Yard was evidently an error as to weight. After consideration of the bids the Madison Street Junk Yard was awarded the contract.

The contract with the Madison Street Junk Yard specified the price of $1.10 per cwt. for books and $1.40 per cwt. for cancelled checks and warrants from the Treasurer's office. It specified that the material should be weighed at public city scales, and that payment be made immediately after completion of removal. Bond of $3,000.00 to be executed by the purchaser at his expense was required. Removal was to be completed within 40 days after signing the contract. Contract was dated July 15, 1946. At the time of our examination removal was not completed and settlement had not been made.

The sale was made by the Division of Purchases and Public Properties.

The enormous loss to the State in this junk sale had been accumulating throughout the years. It was due to conditions inherent in the system partly caused by legislation requiring the publication of fixed quantities in excess of demands. We have been informed that the limited purchases of Kentucky Reports by lawyers are due to their preference for South Western Reports. Whatever the cause, the reduction of the number of published copies from 1,000 to 600 should go far in checking future accumulation of surplus copies. We have already strongly commended the improved procedure adopted since 1942, but to prevent the possibility of any future recurrence of similar situations it is our opinion that some legislation should be enacted.

Other losses in the past have occurred in connection with this service.

In 1936, the Legislature appropriated $15,000.00 for the purchase of 4,829 unbound books and 1,103 boxes of stereotype plates for printing the first 77 volumes of Kentucky Reports. This material was owned by the W. H. Anderson Company of Cincinnati. The purchase was made and payment receipted for June 11, 1936. Advices respecting delivery showed that there were approximately an average of 14 boxes of stereotype plates for each of the 77 volumes, each box containing an average of 48 plates and weighing about 75 lbs. The total weight of the shipment was estimated at 85,000 lbs. and would make 8 truck loads as estimated. These were delivered and stored in the New Capitol Building. About the close of 1940, it was discovered that a large quantity of the plates had been stolen. An actual examination and count of the remaining plates by the State Auditor's Office showed that of the total 1,103 boxes only 501 full boxes remained. 14 other broken boxes still held some plates, while 588 boxes of plates were entirely missing. The stolen material would have weighed approximately 44,500 lbs. less the weight of the empty boxes. How this vast weight of material could have been removed from the boxes, carted outside to trucks, and hauled off without any one from the Librarian down through the Custodian, the Watchman, and the Janitors, knowing anything about it remains an unsolved mystery. Another mystery is why there were 14 boxes opened and the contents only partially removed unless a number of persons were involved in the operations. No one knew the lapse of time after the robbery before discovery. A detailed report of missing boxes is also on file in the office of the Librarian. There is also on file a copy of a court

order dated May 8, 1942, authorizing the sale of the remaining plates together with plates of some other volumes on hand. The total amount of material was estimated at 300,000 pounds. This material was sold.

The complete inventory of all Journals, Acts and Kentucky Reports, excepting the unbound volumes of reports, have been checked by V. M. Jones of this office and John Cambron of the Librarian's office. This check was made by actual count of the volumes. After consideration of sales since June 30, 1946, the inventory was found correct except in three or four items. These will be re-checked by the Librarian. The result of the physical count has been turned over to the Librarian for further attention and any proper adjustments necessary.

A summary of the book inventory shows the following:

House Journals:			
On hand July 1, 1945		8,551	
Sold	12		
Sent Free	285		
On Loan	14		
Junked	4,174		
Not Accounted for	1		
Total		4,486	
On hand June 30, 1946			4,065
Senate Journals:			
On hand July 1, 1945		9,440	
Sold	11		
Sent Free	281		
On Loan	11		
Junked	4,723		
Not Accounted for	1		
Total		5,027	
On hand June 30, 1946			4,413
Kentucky Acts:			
On hand July 1, 1945		33,587	
Sold	167		
Sent Free	1,650		
On Exchange	52		
On Loan	1		
Junked	23,799		
Not Accounted for	26		
Total		25,695	
On hand June 30, 1946			7,892
Kentucky Reports:			
On hand July 1, 1945		59,126	
Sold	192		
Sent Free	241		
On Exchange	59		
On Loan	9		
Junked	33,206		
Not Accounted for	119		
Total		33,826	
On hand June 30, 1946			25,300
Total Bound Volumes June 30, 1946		110,704	
Add: Unbound Volumes		2,039	
Grand Total		112,743	

This report also included the Library Extension Division. An expense account of Almeda Leake on a trip to Buffalo, N. Y., shows the following:

	Taxicabs	Breakfast	Lunch	Supper	Room
June 14	$1.50	$1.00	$1.00	$1.00	$4.00
June 15	3.00	1.00	1.00	2.75	4.00
June 16	3.00	1.00	1.00	2.75	3.50
June 17	3.00	1.00	1.00	2.75	3.50
June 18	3.00	1.00	1.00	3.50	3.50
June 19	2.00	1.00	1.00	3.50	3.50
June 20	3.00	1.00	1.00	3.25	3.50
June 21	3.00	1.00	1.00	4.75	3.50
June 22	2.00	1.00	2.50	3.75	4.00
June 23		.75	.75	1.00	

The charges for supper appear extravagant in comparison with other meals. On this trip, Dorothy Babb charged only $2.00 per day for hotel expense. Miss Leake left Frankfort on June 14 and returned on June 24, while Miss Babb left on the 16 and returned on the 21. The difference in time is unexplained.

On another trip to various places in the State traveling with Mrs. Jennie Batchellar, Miss Leake's hotel charges at ten different towns are higher than those of Mrs. Batchellar in every instance except two. This is unexplained.

In respect to the Department of Library and Archives as a whole there has arisen some confusion concerning placement of functions and activities among the three Divisions. Because of discrepancies and obscurities in the statutes in regard to the Department, the laws need to be re-codified, defining more clearly the responsibilities and authority of the Department Head and those of the separate Divisions where such independent functions may exist. Also some legislation is needed providing for methods of securing and preserving archives. Many records and documents have a value for archival purposes. No public records should be destroyed without first being turned over to the State Librarian for decision concerning such value. To avoid any excessive masses of such material or excessive cost in its preservation, perhaps photostat and microfilm equipment could be used.

Appropriations have not been adequate to carry out fully the statutory purposes of the Divisions. Again, the statutory requirements for technically trained librarians are for a graduate of an accredited law school are not compatible with the salary schedules and the limits of the appropriations.

We desire to commend the Librarian and the entire office force for their cooperation in taking an inventory and in the work of this examination.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Library and Archives:	Year Ended June 30,	
Law Librarian:	1945	1946
Salaries	$ 10,061.91	$ 12,387.21
Telephone and Telegraph	120.57	126.16
Travel	.....	201.40
Printing and Binding	159.44	121.73
Repairs and Renewals	100.50	47.75
Office Supplies	483.79	645.95
Paper for Printing	.....	183.47
Janitorial Supplies	.....	13.25
Association Dues	.....	20.00
Miscellaneous Operating Expenses	.....	28.10

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Library and Archives:	Year Ended June 30,	
Law Librarian:—Cont.	1945	1946
Furniture and Equipment	$ 29.70	$ 747.73
Continued Appropriation (Capital Outlay)	.....	632.66
Totals	$ 10,937.91	$ 15,155.40
Add: Cost of Cataloging	.....	2,905.31
Total Expenditures	$ 10,937.91	$ 18,060.71
Law Library Books:		
Books and Periodicals	$ 5,558.74	$ 4,011.03
Library Sales Account:		
Printing and Binding	$ 4,186.74	$ 3,938.19
Distribution and Repair of Books:		
Postage	$ 387.03	$ 323.06
Freight and Express	17.49	22.92
Printing and Binding	748.32	481.73
Paper Charges	6.55	6.55
Totals	$ 1,159.39	$ 834.26
Division of Library Extension:		
Salaries	$ 10,865.68	$ 12,496.97
Postage	500.00	500.00
Telephone and Telegraph	72.56	97.34
Travel	618.28	725.97
Freight and Storage	130.25	193.53
Printing and Binding	217.38	278.91
Repairs	.....	118.95
Office Supplies	516.03	191.72
Paper for Printing	82.63	47.70
Janitorial Supplies	.....	18.95
Books and Periodicals	7,134.02	6,346.57
Dues	5.00	5.00
Newspaper Clipping Service	.....	18.00
Rental of Typewriter	26.25	29.17
Insurance	44.30	81.40
Capital Outlay	245.40	570.06
Miscellaneous Expense	5.50	68.70
Totals	$ 20,472.28	$ 21,788.94
Charged to Appropriation Account	$ 19,937.09	$ 21,392.31
Charged to Revolving Fund Account	535.19	396.63
Totals	$ 20,472.28	$ 21,788.94
Board of Certification:		
Travel	$ 2.75	$ 45.84
Paper for Printing	9.39	.78
Printing and Binding	.....	2.60
Office Supplies	.....	2.40
Totals	$ 12.14	$ 51.62

COMMENTS—STATE HISTORICAL SOCIETY

The statements included in this report reflect the financial status and operations of the Kentucky Historical Society during the fiscal year 1945-1946. The records and books of the Society were reconciled with the records of the Department of Finance, Division of Accounts and Control.

The Kentucky Historical Society is a Corporation organized by an act of the General Assembly in the year 1880. The Charter of the Society provides that "all its property is held in trust for the Commonwealth of Kentucky." Provided also in this Charter is the fact that "the Society may enact a Constitution and by-laws and elect such officers as the Constitution and by-laws prescribe." The Charter further provides that should the Corporation dissolve, its property would revert to the State of Kentucky. The Society operates as a quasi-public institution, due to the fact that it has charge of historical relics and documents. The Society is governed by an Executive Committee which corresponds to the Board of Directors of a modern corporation. This committee is elected annually by the membership of the Society. All this would strongly indicate that this organization is a private corporation and should not be held too strictly under the jurisdiction of any particular state department or agency.

The Society operated from 1880 to 1906 without receiving financial assistance from the Commonwealth of Kentucky. In 1906, however, it was granted an appropriation by the Legislature and has been receiving a yearly appropriation since.

From the year of its incorporation in 1880, until 1936, the Society continued to function as an independent agency. In 1936, however, the Legislature in its "Reorganization Act" placed the Kentucky Historical Society under the jurisdiction of the Department of Library and Archives, as now provided in chapter 171 of the Kentucky Revised Statutes.

This chapter is somewhat misleading as far as the Historical Society is concerned. In this respect Section 171.010 of the chapter specifies that the Department of Library and Archives shall consist of the "Legislative and Law Library, the Library Extension Division, and the Kentucky Historical Society," and shall be "administered" by the State Librarian. The word "administered" is not defined in chapter 171. The provisions of this act left the Society still existing as a corporation with authority under the original act, which was re-enacted in the bill itself, to conduct its own affairs and employ its own personnel.

The confusion of the laws can be more readily seen by comparing Section 171.010 which mentions the State Librarian's right to "administer" the Divisions under the Department, with Sections 171.310 which upholds the powers of the private corporation, and 171.330 which specifies the right of the corporation to determine the salaries of its employees through its Executive Committee.

Section 171.320 also mentions "joint maintenance" of the Department's books, records, and other archives. This "joint maintenance" together with the administrative powers of Section 171.010 might include the power to transfer money between this Agency and other Agencies of the Department of Library and Archives.

It is apparent that further legislation should be enacted clarifying the present confusion as to the powers of the Society as a private corporation and those of the Head of the Department of Library and Archives, if the Society is not to be permitted to act as an independent agency with its appropriation as a subsidy and with laws governing the care and use of property held by it in trust for the State.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Library and Archives: Kentucky Historical Society:	Year Ended June 30, 1945	1946
Salaries	$ 10,865.68	$ 8,972.38
Typing Services	.....	182.00
Telephone and Telegraph	72.56	75.89
Freight and Storage	130.25	32.70
Printing and Binding	217.38	732.18
Postage	500.00	50.00
Paper Used in Printing	82.63	466.64
Repairing Old Books	.....	20.00
Office and Janitorial Supplies	516.03	180.81
Repairs—Buildings	.....	17.55
Books and Periodicals	7,143.02	907.24
State Insurance Premiums	44.30	84.96
Institutional Dues	5.00	14.00
Capital Outlay	245.40	168.80
Miscellaneous Supplies	.....	211.65
Travel	618.28	.....
Other Expense	31.75	24.70
Totals	$ 20,472.28	$ 12,141.50
From:		
Appropriation Account	$ 19,937.09	$ 10,479.51
Revolving Fund Account	535.19	1,661.99
Totals	$ 20,472.28	$ 12,141.50
Stephenson Fund:		
Expenditures	$ 140.00	$ 86.40

COMMENTS—ATHLETIC CONTROL

Receipts collected by the Division of Athletic Control for the fiscal period covered by this report amount to $7,095.12, an increase of $2,578.08 over the previous year's collections. This increase was the result of the Director's efforts in encouraging the establishment of various athletic clubs throughout the State.

When the National Bank of Kentucky closed the Division had on deposit $5,804.86. The following dividends have been paid since its closing:

April 21, 1931, 1st Dividend—67%	$3,889.25
March 22, 1934, 2nd Dividend—10%	580.48
July 1, 1946, 3rd Dividend—5%	290.24

or a total of $4,759.97, leaving an unpaid balance of $1,044.89.

Records of receipts are accurately and neatly kept and our statement of receipts transmitted clearly indicates that they are forwarded regularly and promptly to the State Treasurer.

The appropriation of $4,000.00 per fiscal year is inadequate for the operation of the Division and should be increased at the next Legislative Session. There should be sufficient funds for the necessary license forms, stationery, postage and traveling expenses of the Director. All receipts collected by the Division are deposited in the General Fund.

K. R. S. Chapter 229.090 states in part that—

> "Before a license is granted to any person to hold a boxing or wrestling match or exhibition, the applicant shall file with the Department a bond in the sum of two thousand dollars."

All clubs holding licenses have fully complied with the above requirement and copies of their bonds are on file in the office of the Director.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations: **Division of Athletic Control:**	Year Ended June 30, 1945	1946
Salaries	$ 3,720.00	$ 3,720.00
Travel	6.80	.....
Postage	5.00	15.00
Printing and Paper	.....	8.23
Office Rent, Heat and Utilities	181.16	239.97
Totals	$ 3,912.96	$ 3,983.20

COMMENTS—DEPARTMENT OF BANKING AND SMALL LOANS

The statements of receipts and expenditures in this report are compiled from the records of the Department and reflect the status of those accounts. The records, supervised by Mrs. Helen H. Wadlington, were accurately kept and the total results agree with the control accounts in the Department of Finance.

The Department of Banking was formerly a division of the Department of Business Regulations. That provision of the law was amended, separating the Division and making it independent of the Department of Business Regulations. The functions of the Department of Banking is the enforcement of laws relating to banks and trust companies, building and loan associations, credit unions and small loan companies.

The Department deserves commendation in the matter of travel expense, especially in respect to room rent and out-of-state travel. Only two out-of-state trips were made. One by the Director to New Orleans, and the other by Kenneth Conklin to New York City. The Director's total expense for five days was $49.99. He paid the remaining expenses personally. Mr. Conklin's total expense was $84.70. On each trip charges for both meals and rooms were at normal rates indicating that the trips were for official business and not merely for vacationing, sightseeing or mere expenditure at State expense.

The total expense of the Department increased $8,757.76 over that of the preceding fiscal year. This is due to an increase of $6,914.57 in salaries and $2,679.62 in travel expense. Other expense showed a slight decrease due to a decrease in cost of furniture and fixtures. An analysis of expenditures shows the following:

Examiners' Salaries and Travel Expense	72.9%
Administrative and Office Salaries (Including Travel Expense)	21.9%
Other Expense, Including Bond Premiums	5.2%
Total	100.0%

Total receipts collected increased from $76,619.73 to $98,187.75 in comparison with the preceding year. This is an increase of 28.1% in receipts while expenditures increased 13.9%. During the year examination fees amounted to $74,690.75. During the preceding year these fees amounted to $60,179.73. Under the law, examination fees are based upon the amount of assets held by the corporation. The increasing amount of assets held by financial institutions explains the increase in fees collected.

There were 297 State chartered banks, trust companies and combined banks and trust companies. The schedules of total resources included in this report were furnished by the Department and listed as furnished. No verification of these was made.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
Division of Banking and Small Loans:	1945	1946
Personal Services	$ 42,386.25	$ 49,300.82
Travel	16,074.40	18,754.02
Telephone and Telegraph	610.67	561.22
Postage	273.50	346.45
Stationery and Printing	641.74	1,039.10
Office Supplies	950.51	518.03
Bond Premiums	700.00	700.00
Insurance	1.58	2.86
Equipment Service	79.10	22.98
Furniture and Fixtures	1,276.90	432.00
Other Expense	.....	50.15
Totals	$ 62,994.65	$ 71,727.63
From:		
Appropriation Account	$ 44,956.40	$ 44,971.52
Revolving Fund Account	18,038.25	26,756.11
Totals	$ 62,994.65	$ 71,727.63

COMMENTS—DIVISION OF INSURANCE

Insurance Section

Receipts collected during the year amounted to $2,069,457.25. These receipts were credited to the General Fund and to the three Revolving Funds. The statements in this report show the allocation to the various funds as recorded in the records of the department and reported to the Finance Department.

Section 296.320, K. R. S. lists certain classes of fees to be charged. This section lists seventeen different classes. The Budget Act appropriates 25% of collections from Classes (1) to (10) inclusive to the Fire Prevention and Rates Section. Consequently, 75% of these collections and 100%, or all, of the collections from the other classes should be credited to the General Fund.

Through a misunderstanding of the law collections from all seventeen classes in K. R. S. 296.320 were being allocated—25% to Fire Prevention and Rates and 75% to the General Fund. By this distribution the Fire Prevention and Rates Fund was credited with money that legally belonged to the General Fund. An examination of the records for the fiscal year shows the amount of erroneous distribution to be as follows:

Class of Fees	Number of Collections	Fee	Amount
(11)	21	$20.00	$ 420.00
(12)	15	25.00	375.00
(13)	59	25.00	1,475.00
(14–b)	22	10.00	220.00
Total			$2,490.00
25% credited to Fire Prevention and Rates			$ 622.50

Since the records show that there will be a balance of approximately $20,000.00 unexpended in the Fire Prevention and Rates fund it is evident that none of these excess credits have been expended. This balance will revert to the General Fund when the books are closed on September 30, at which time the error will be automatically adjusted.

A cursory inspection of the pay-in-vouchers, especially No. 12854, will reveal the names of companies or collections belonging to classes not to be distributed. Some minor collections for sale of insurance law books were also erroneously distributed but the amounts were extremely small and since it is evident that the balance will revert to the General Fund will be far in excess of all errors no detail audit of these errors was made.

The Insurance Division has taken prompt action in adjusting the records so that this error will not occur in the future. Otherwise, the records of the office have been accurately kept and proper accounting for all other funds have been made.

Fire Prevention and Rates Section

The statements in this report are compiled from the records of the Division and reconciled with those of the Fire Department. They reflect the status of all accounts on June 30, 1946. A number of obligations were outstanding unpaid on that date, including travel expense for the month of June, a purchase order for a truck and confirming orders for car rental.

The payroll lists 34 employees during the month of June, 1946. The list included: 1 Director; 1 Supervisor of Field Men; 1 Draftsman; 1 Fire Prevention Engineer; 1 Assistant Instructor; 2 Special Investigators; 3 Fire Prevention Inspectors; 16 Deputy Fire Marshals; 7 Stenographers and Clerks and 1 Janitor. All these are paid monthly rate as indicated in the salary schedule. An analysis of the travel expense vouchers as summarized in the schedule of days reported and mileage shows that some of the field men are quite active while others report very little time.

No evaluation of the services of the various employees nor investigation of the necessity of two trucks and a rented car has been included in the scope of this examination. One truck has been purchased and a purchcase order for another one is outstanding. The rented car has been in use since February 25. The rental rate for the car is seven cents per mile. The cost of operation is borne by the Division. This rate of seven cents is seven times the amount allowed by law for depreciation and investment charges on private cars owned by the employee. K. R. S. 44.060 is specific in fixing the cost of depreciation and investment charges at one cent per mile. This provision implies a maximum allowance of four cents per mile for operating and maintenance cost.

If the procedure of renting cars should become a precedent to be followed generally by other State Agencies it would have the effect of greatly increasing personal transportation charges. As to the use of the car and trucks the Director furnishes the following information:

> "The truck is driven by various employees, depending upon the nature and distance of the trip as well as to whether there is an emergency—such as nearby fire of suspicious origin or whether it is driven on a routine inspection trip. The individuals subject to drive the truck at any time are:
>
> L. M. Bray, Claude L. Clark, James McAfee, W. M. Rice, Roy S. Coyle, J. Paul Ward, Clyde Smith, K. J. Hockensmith, et al.
>
> The automobile status is the same as the truck.

Expenses involved in the use of the truck or automobile are paid by the person then operating the vehicle but the receipts are all turned in to this office and filed by the Department Head for reimbursement to him, who in turn reimburses each individual. This is the only way way we know to handle the expense of gasoline, oil and other incidentals without a great deal of confusion by allowing each employee to submit a separate expense account for such items."

We recommend that vouchers for reimbursement for expenses in connection with the use of the truck or rented car should show the name of the person using the vehicle and the places visited in order that the documents may be more susceptible to audit by the Finance Department.

We noted some minor procedure irregularities, such as receipts for expense not being signed and purchases of supplies for the Frankfort office being reported as incidental traveling expenses, but these were comparativly small and insignificant.

The report of activities and accomplishments for the year 1945-1946 is now being prepared. That report when completed will be issued by the Division giving in more or less detail the accomplishments during the fiscal year. The data gives statistics of fire losses in the State by counties. The total loss is fixed at $5,265,643.69, the insurance paid, $3,664,053.11.

The completed report, if modeled after the 1944-1945 report, will cover Training Schools, Investigations, Indictments and Convictions, Types of Inspection, Lectures and Demonstrations, National Fire Prevention Week Activities, Towns Surveyed, Engineering Activities, and other activities.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulation:
Department of Insurance:
Insurance Department:

	Year Ended June 30, 1945	1946
Salaries	$ 28,746.19	$ 30,988.70
Postage	613.76	1,212.03
Telephone and Telegraph	594.09	610.30
Freight and Express	34.46	.....
Travel	446.60	646.85
Printing and Paper	2,418.68	4,824.08
Repairs	83.43	222.10
Office Supplies	372.08	871.60
Repair Parts	8.50	.....
Books and Periodicals	99.61	112.20
Rentals	2.00	8.00
Insurance	22.15	10.85
Bonds of Officials	400.00	926.66
Dues	150.00	150.00
Furniture and Equipment	60.10	1,328.42
Miscellaneous	27.40	107.91
Painting Room	.....	700.00
Totals	$ 34,079.05	$ 42,719.70

Fire Prevention and Rates (Revolving Fund):

Salaries	$ 53,129.03	$ 63,341.43
Fees and Services	570.83	1,002.52
Postage and Express	73.84	315.06
Travel	14,026.28	16,693.12

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Business Regulations: Department of Insurance: Fire Prevention and Rates (Revolving Fund):—Cont.	Year Ended June 30, 1945	1946
Office Supplies	$ 761.78	$ 1,550.55
Telephone and Telegraph	786.26	973.04
Printing and Binding	559.86	2,703.66
Renewals and Repairs	604.72	71.25
Rentals	1,070.32	2,009.65
Insurance	55.04	.....
Fire Fighting Equipment	700.38	.....
Uniforms	330.75	.....
Badges	126.75	.....
Furniture and Fixtures	2,650.34	1,240.95
National Fire Association	.....	400.00
Truck	.....	948.42
Miscellaneous Expense	.....	50.17
Totals	$ 75,446.18	$ 91,299.82
Less: Refunds	5.20	.....
Net Total Expenditures	$ 75,440.98	$ 91,299.82
Insurance Examiners Expense	$ 47,985.53	$ 45,748.13
Louisville Securities Office	$ 3,336.96	$ 3,430.00

COMMENTS—DIVISION OF SECURITIES

The statements in this report reflect the receipts and total charges for the fiscal year 1945-1946.

One travel expense voucher including June, 1945, travel expense amounting to $14.25 was charged to 1945-1946 budget appropriation. This travel during the month of June, 1945, was a legal chcarge against the 1944-1945 budget and should not have been approved as a charge against the 1945-1946 budget by the Finance Department. Instead of merging the expense applicable to both years separate travel expense vouchers should have been submitted. A sufficient balance to pay this item lapsed in the 1944-1945 budget. Since the available balance of the 1945-1946 budget is only $4.40 it is evident that any possible "overruns" in outstanding encumbrances can not exceed that amount according to the present status of the account. Had the illegal charge of $14.25 not been made there would have been available $18.65 for possible valid "overruns" on outstanding estimated obligations. However, this is a matter for administrative attention.

CLASSIFIED STATEMENT OF EXPENDITURES

Division of Securities: Department of Business Regulations:	Year Ended June 30, 1945	1946
Salaries	$ 6,219.33	$ 6,070.00
Postage	89.07	78.39
Telephone and Telegraph	100.12	151.91
Travel Expense	274.32	588.73
Printing and Binding	43.03	284.65
Office Supplies	31.46	63.22
Printing and Paper	8.64	106.49
Books and Periodicals	27.50	162.00

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Division of Securities: **Department of Business Regulations:—Cont.**	Year Ended June 30, 1945	1946
Insurance Premiums	$ 2.96	$ 2.86
Bond Premiums	25.00	25.00
Other Expense	25.15	.....
Totals	$ 6,846.58	$ 7,533.25
Department of Industrial Relations: **Commissioner's Office:**		
Salaries	$ 5,528.89	$ 5,997.42
Travel	608.60	676.87
Other Expense	5.76	9.50
Totals	$ 6,143.25	$ 6,683.79
Wage-Hours—Women and Minors:		
Salaries	$ 19,125.99	$ 20,624.00
Postage	342.90	308.39
Telephone and Telegraph	681.28	869.94
Travel	5,120.13	5,595.50
Printing and Paper	355.18	1,931.16
Repairs	15.00	79.01
Office Supplies	32.91	413.75
Other Supplies	.....	2.18
Books and Periodicals	337.00	213.00
Rentals	570.00	780.00
Insurance	7.53	7.38
Capital Outlay	.....	234.16
Miscellaneous	14.00	77.60
Totals	$ 26,601.92	$ 31,136.07
Workmen's Compensation Board:		
Salaries	$ 67,362.33	$ 67,515.38
Fees and Services	5,505.53	6,682.84
Travel	1,377.10	934.62
Communication and Transportation	1,498.34	1,250.90
Supplies and Equipment	351.57	1,601.37
Printing and Miscellaneous	1,891.27	2,199.51
Postage	1,414.99	1,633.79
Books and Periodicals	313.40	182.25
	$ 79,714.53	$ 82,000.66
Less: Refunds and Inter-Account Credits	558.14	.....
Net Totals	$ 79,156.39	$ 82,000.66

COMMENTS—STATE BOARD OF ACCOUNTANCY

The 1946 Legislature passed the Public Accounting Act of 1946 which became effective on June 20, 1946, making the first change in the statute governing the practice of public accountancy since the first law was passed in 1916. This law is sometimes referred to as "regulatory legislation" in that persons practicing public accountancy not certified public accountants but known as "public accountants" are to be licensed under this law and therefore comes under the jurisdiction of the State Board of Accountancy in the same manner as this Board has governed certified public accountants. These public accountants would register

at this time and under this law would not register after 1946, which means that hereafter any person must become a certified public accountant to legally permit him to practice in this state. There are now 360 C. P. A.'s of Kentucky who reside or practice in many states other than Kentucky and there will be approximately 360 public accountants registered under the new law. Another feature of the new law is that it has materially raised the standards and dignity of the profession and has made the requirements both for education and experience comparable to any other state having high standards for the profession.

The work of the Board has now more than doubled. In administering this law at least a dozen new forms were devised and an entirely new office procedure required. On a temporary basis, one clerk at $100.00 per month for five months was employed to assist in registering both public accountants and C. P. A.'s under the new law. The Board has been and still is under-staffed which has required an abnormal amount of work to be done by the members of the Board. At the May, 1916, examination there were 75 applicants, the largest class ever conducted by any Board, and there is expected about the same number at the November examination. As a result of new applicants for certificates, both by examination and reciprocity with other States, together with the initial registration fee of $10.00 and $5.00 annually thereafter, the Board now has unencumbered surplus funds in excess of $3,000.00.

Records of receipts and expenditures are accurately kept and after the proper reconciliation were in agreement with the Department of Finance, Division of Accounts and Control.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
State Board of Accountancy:	1945	1946
Salaries	$ 240.00	$ 440.00
Per Diem—Board Members	380.00	520.00
Postage	90.00	120.00
Travel	107.47	129.66
Printing and Paper	114.69	459.73
Office Supplies	6.28	7.08
Books and Periodicals	.....	20.00
Examination Expense	291.73	205.40
Engraving Certificates	25.50	1.50
Association Dues	220.00	91.50
Totals	$ 1,475.67	$ 1,994.87

COMMENTS—STATE BOARD OF EXAMINERS OF REGISTRATION OF ARCHITECTS

Board meetings were held on September 11, 1945, and January 15, March 8, April 10, and June 24, 1946. One examination was held in March, 1946.

Renewal fees for the fiscal year of 1946-47 have been increased from $3.00 to $10.00.

The minutes of all Board meetings, records of receipts and expenditures are all accurately and neatly kept and the balances are in exact agreement with those of the Division of Accounts and Control, Department of Finance. All receipts collected are promptly remitted to the State Treasurer and monthly reconciliations are made with the Department of Finance.

COMMENTS—STATE BOARD OF BARBER AND BEAUTICIAN EXAMINERS

An examination of the records and accounts of the Kentucky State Board of Barber and Beautician Examiners shows that all receipts have been properly recorded and accounted for, and all disbursements are accounted for by proper vouchers. All records are in good order, and efficiently and properly kept.

The business of the Board under the direction and supervision of Roy F. Mouser, Secretary-Treasurer, assisted by a very capable and intelligent office personnel, is conducted in a businesslike and courteous manner which is a credit to all concerned.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:

Board of Examiners and Registration of Architects:	Year Ended June 30, 1945	1946
Salaries	$ 840.00	$ 920.00
Per Diem	150.00	240.00
Professional Services	65.50	70.00
Postage	130.00	180.00
Telephone and Telegraph	2.81	1.35
Freight, Express and Drayage	.....	2.49
Travel	51.25	294.17
Printing, Binding and Paper	153.36	252.62
Equipment Repairs	13.50	17.25
Office Supplies	12.47	25.50
Other Suppliees	.....	6.00
National Association Dues	50.00	75.00
Bond Premiums	21.30	15.00
Room Rentals	.....	20.00
Moving Equipment from Frankfort to Lexington	35.75	.....
Totals	$ 1,525.94	$ 2,119.38

Board of Barbers and Beauticians:		
Salaries	$ 11,043.70	$ 13,531.77
Per Diem—Board Members	2,330.00	3,420.00
Professional and Other Services	71.15	223.26
Postage	480.00	900.00
Telephone and Telegraph	264.42	331.45
Travel—Administrative	745.39	589.12
Travel—Inspectors	3,394.87	3,897.40
Travel—Board Members	1,751.14	1,883.90
Travel—Examiners	83.07	115.03
Printing and Paper	392.49	544.20
Clean Towel Service	23.40	23.40
Office Supplies	174.68	232.40
Examination Expense	56.33	72.74
Rent	780.00	1,063.00
Insurance	5.49	3.19
Bond Premiums	60.00	70.00
Equipment	84.95	.....
Miscellaneous	.....	37.28
Totals	$ 21,741.08	$ 26,938.14

COMMENTS—STATE BOARD OF CHIROPRACTIC EXAMINERS

A schedule of fees transmitted to the State Treasurer indicates that all collections are promptly remitted.

Receipts recorded, by pay-in vouchers, and disbursements were in agreement with those of the Division of Accounts and Control, Department of Finance.

For the fiscal period covered by this report there were 606 license renewals, 57 examinations and 10 reciprocity fees reported. No verification was made from the license book stubs.

There was $37.62 on deposit at the National Bank of Kentucky when it closed. A dividend of $11.40 was paid in February, 1939, and another dividend of $5.70 in August, 1945, leaving an unpaid balance of $20.52.

COMMENTS—STATE BOARD OF DENTAL EXAMINERS

Only one examination was held, December, 1945, during the period covered by this report. There were 44 applicants and 43 reported for examination and successfully passed. One applicant withdrew and his fee was refunded.

There is enclosed herewith a statement of the reserve fund account, in the custody of the Board Secretary, Dr. Walz, showing a total fund balance of $543.10 in cash and $5,025.00 in U. S. Savings Bonds. The bonds are listed at maturity value. This fund accumulated over a period of years from receipts derived from the sales of old gold, teeth and bridges used in examinations. All disbursements therefrom must have approval of the Board.

All documents are properly filed and records of receipts and disbursements are accurately and neatly kept and are in exact agreement with the Division of Accounts and Control, Department of Finance. It is evident that monthly reconciliations are made by the Bookkeeper with the Department of Finance, and our schedule of funds transmitted, indicates that all fees are accurately and promptly remitted.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
Board of Chiropractic Examiners:	1945	1946
Salaries	$ 780.00	$ 990.00
Per Diem—Board Members	600.00	750.00
Postage	75.00	75.00
Telephone and Telegraph	8.20	4.30
Freight and Express	.58	1.52
Travel	301.08	281.06
Office Supplies	12.88	46.18
Printing and Paper	15.00	108.07
Typewriter	.....	95.50
Lettering Certificates	8.50	.....
Totals	$ 1,801.24	$ 2,351.63
Board of Dental Examiners:		
Salaries	$ 2,040.00	$ 2,040.00
Per Diem—Board Members	940.00	440.00
Travel	846.41	356.39
Postage	135.00	120.00
Telephone and Telegraph	20.12	18.35
Office Supplies	86.74	56.18
Printing and Paper	.....	67.30

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Business Regulations: **Board of Dental Examiners:—Cont.**	Year Ended June 30, 1945	1946
Laboratory Supplies	$	$ 28.80
Association Dues	45.00	45.00
Rent	224.70	429.50
Insurance	2.04	1.85
Bond Premiums	10.00	10.00
Examination Expense	100.80	
Books and Periodicals	12.50	
Totals	$ 4,463.31	$ 3,613.37

COMMENTS—STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS

The total amount of fees and penalties collected during the fiscal year 1945-1946 was $13,104.00. Owing to deposits in transit at the close of the years 1944-1945 and 1945-1946, the amount deposited in the State Treasury during the fiscal year was $13,269.00. A reconciliation is included in this report and the statement of deposits shows that monthly remittances were made regularly.

Total expenditures and charges during the year amounted to $10,867.33. An analysis of these expenditures shows the following distribution:

Mrs. Elizabeth Lyon—Salary and travel expense	50.0%	(approx.)
Board Members and Secretary—Salary and travel expenses	23.7%	(approx.)
Asst. Secretary and Clerk—Salary and Travel expense	13.6%	(approx.)
Other Expenses, including office rent	12.7%	(approx.)
Total	100.0%	

The Assistant Secretary is employed at $30.00 per month and the Clerk at $90.00 per month. The Secretary is paid $125.00 per month. All three of these salaries indicate part-time employment since they would be quite low for full-time employment.

The travel expense voucher covering the expense of Mrs. Lyons for the month of February, 1946, has the following remark:

> "I was in Frankfort representing the State Board and Kentucky Funeral Director's Association during the month of February and have only listed actual expense of three trips away from Frankfort with this small number of phone calls. I took care of other expenses from my personal salary."

The voucher for March, 1946, has the following remark:

> "I was compelled to transact all of my work by phone on account of being stationed in Frankfort for legislative work, therefore extra number of phone calls."

The number of phone calls reported during these two months were as follows: January 21 to January 30, inclusive, 12; February 1 to February 13, inclusive, 8; February 21 to February 27, inclusive, 9; March 1 to Marchc 20, inclusive, 15. The numbers reported here do not vary greatly from the regular monthly average. 242 calls were reported during the 12 months period, an average of 20 per month. A recommendation in

a report of a former audit by this office has apparently been ignored throughout the year since the total calls on travel expense vouchers amounted to $197.23 while those for the previous year amounted to $166.60 (both including telegrams).

The February report shows that Mrs. Lyons was in Frankfort from February 1 to 8, inclusive, and that she made two trips to Louisville and one to Lexington. The three days involved were the 11th, 18th and 25th. The March report shows that she was in Frankfort from March 1 to 6 and March 12 to 20, both inclusive.

COMMENTS—STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS (Continued)

The records in the Attorney General's office show that she registered as a lobbyist for the State Board of Embalmers and Funeral Directors on January 29, 1946. The subject was matters concerning Funeral Directors. Her expense account filed with the Attorney General shows the following:

> "Telephone calls amounting to about $75.00 for 60 days, also taxi fare of approximately $40.00. Other expense was entertainment of friends in my own home that could not be estimated." Total $115.00.

An examination of the "docket of Legislative Council or Agents before Commissions" kept in the Attorney General's office, shows that the registration of lobbyists representing official state agencies is quite rare, regardless of their activities in favoring or opposing legislation.

The travel expense accounts of Mrs. Lyons also shows 23 telephone calls to her Frankfort office during the year, made when on trips away from Frankfort. The information as to the person called or the nature of the official business was not given. These telephone calls aggregated $19.87.

In a report for the fiscal period ending June 30, 1945, it was mentioned that some question had arisen regarding the legal qualifications of Mr. Archie Craft, who was permitted to take the examination for an Embalmer's license in December, 1944. According to the minutes of the Board, Mr. Craft had requested that he be granted the privilege of qualifying himself for the embalmers examination without spending the entire twenty-six weeks required by law in an accredited embalming school. The Board members, at the time, were James H. Davis, President, Owensboro; W. Emmet Milward, Secretary-Treasurer, Lexington; A. W. Rawling, London; Robert Bosse, Louisville; and C. G. O'Neil, Corbin. Three board members voted in favor of granting the special dispensation to Mr. Craft and there were two dissenting votes.

Kentucky Revised Statutes, Section 316.030, Sub-Section No. 2, regarding an applicant for an embalmer's license specifically states:

> "He shall have completed a course of study of not less than twenty-six weeks in the science and art of embalming, disinfection and sanitation in a regular school of embalming recognized by the board."

In addition to the above, Rule 4, Section 5, pertaining to the qualifications and requirements for licenses in the booklet "Laws, Rules and Regulations of State Board of Embalmers and Funeral Directors of Kentucky, July 31, 1945" and according to Rule No. 14, effective June 23, 1942, specifically states:

> "An applicant for an embalmer's license shall, in addition to the above, have successfully completed at least

nine months in a recognized college of embalming which is acceptable to and accredited by the Board; such time to apply as part of the required three years of apprenticeship."

COMMENTS—STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS (Continued)

An inspection of the five applicants for the embalmers examination in December, 1944, disclosed the following:

Name	Address	School Attended	Date Enr.	Date Left
Archie Craft	Whitesburg, Ky.	Ky. School for Emb.	6-26-44	11-17-44
Wm. O. Schupp	Louisville, Ky.	Ky. School for Emb.	9- 1-43	10-12-44
James A. Alvey	Elizabethtown, Ky.	Univ. of Minnesota	6-27-43	6-14-44
Dukie Jones	Harlan, Ky.	Ky. School for Emb.	9- 1-43	6-16-44
Josh W. Kemper	Monterey, Ky.	Ky. School for Emb.	9- 1-43	6-16-44

It is evident from the above information that Archie Craft did not comply with the above legal requirements by attending the full twenty-six weeks in an embalmers school. Mr. Craft's application stated that he had taken a "Special Review Course" and was issued a "Special Diploma." The application was signed E. Leland Hughes, Dean of Kentucky School for Embalming at Louisville, Kentucky, and notarized by John D. W. Collins, an attorney of Whitesburg, Kentucky, and Notary Public of Letcher County.

The $25.00 application fee is collectible only when the qualifications of an applicant meet all legal requirements.

Inasmuch as there seems to be some variation from both the law and regulations in regard to Mr. Craft's qualifications and requirements, involving some legal questions, we are calling this to the special attention of the Governor, the Attorney General, and the State and National Association of Embalmers and Funeral Directors, for any further action or investigation they may deem necessary.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
Board of Embalmers and Funeral Directors:	1945	1946
Salaries	$ 8,156.20	$ 7,440.00
Per Diem—Board Members	420.00	440.00
Travel	1,516.27	1,596.78
Office Supplies	39.86	61.36
Telephone and Telegraph	142.80	146.75
Postage	225.00	225.00
Printing and Paper	360.81	369.75
Repairs	28.05	55.34
Honorarium Expense	292.67	125.00
Lettering Diplomas	39.50	31.00
Premiums on Bonds	77.50	77.50
Office Rent	300.00	300.00
Other Expense	7.50	.....
Totals	$ 11,606.16	$ 10,868.48

COMMENTS—STATE BOARD OF PHARMACY

During the period covered by this report all records of receipts and expenditures were neatly kept and in agreement with those of the Division of Accounts and Control, Dpartment of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Business Regulations:	Year Ended June 30, 1945	1946
Board of Pharmacy:		
Salaries	$ 2,930.00	$ 2,220.00
Postage	62.00	88.56
Telephone and Telegraph	132.08	265.43
Travel	1,305.36	1,858.92
Printing and Paper	258.24	308.97
Repairs	16.75	6.00
Office Supplies	.....	30.08
Rent	240.00	300.00
Insurance	29.40	29.40
Bonds	10.00	10.00
Association Assessments	2,263.00	2,700.00
Miscellaneous	143.14	64.10
Totals	$ 7,389.97	$ 7,881.46
Prophylactic Enforcement:		
Salaries	$ 5,151.61	$ 7,580.00
Telephone and Telegraph	73.85	.....
Postage	.....	150.80
Travel	1,609.63	1,449.48
Printing and Paper	139.87	70.49
Repairs	41.85	27.95
Office Supplies	112.61	4.17
Miscellaneous	27.65	.....
Totals	$ 7,157.07	$ 9,282.89

COMMENTS—STATE BOARD OF EXAMINERS OF TRAINED NURSES

The Nurse Examiners Board is to be commended for its competent and efficient Bookkeeper, Miss Ida Hunt. All records of receipts, expenditures and balances are accurately and neatly kept and fully susceptible to post audit.

Expenditures for the period covered by this report total $12,118.12 while for the previous period they total $12,416.24, a decrease of $298.12. Collection of receipts have increased from $16,066.00 for the fiscal year of 1944-45, to $17,070.00 for 1945-46.

The following report, prepared by Miss Jessie Greathouse, Board Secretary-Treasurer, indicates the activities of the Board for the period mentioned therein:

REPORT

KENTUCKY STATE BOARD OF NURSE EXAMINERS

July 1, 1945–October 22, 1946

To the Members of The Kentucky State Association of Registered Nurses:

The Annual Report of The Kentucky State Board of Nurse Examiners is Herewith Submitted:

There are six thousand six hundred fifteen (6,615) nurses registered in Kentucky at present, 4,238 of whom reside in this state. During the period of this report three hundred seventy-nine (379) were registered by examination, two hundred fifty-four (254) by reciprocity and thirteen were reinstated. We have signed reciprocity papers for two hundred sixty-one (261) nurses who left Kentucky to nurse elsewhere.

During the above period the following examinations were conducted:

September 5, 1945	27 Retake Examinees from Kentucky Schools
	1 Retake Examinee from New York School
October 2, 1945	57 Examinees from Kentucky Schools
October 3, 1945	9 Retaking from Kentucky Schools
February 5 and 6, 1946	43 Examinees from Kentucky Schools
	2 Examinees from New York Schools
	15 Retaking from Kentucky Schools
July 9 and 10, 1946	61 Examinees from Kentucky Schools
	4 Examinees from New York Schools
	11 Retaking from Kentucky Schools
August 27 and 28, 1946	56 Examinees from Kentucky Schools
	10 Retaking from Kentucky Schools
October 8 and 9, 1946	95 Examinees from Kentucky Schools
	1 Examinee from New York School
	10 Retaking from Kentucky Schools

Of the above number taking examinations there was a total of fifty-one (51) failures. All of these failures have retaken examinations and have been cleared from the files.

Receipts for the fiscal year ending June 30, 1946, were $17,070.00, while expenditures for the same period amounted to $12,118.12.

Respectfully submitted,

Jessie Greathouse
Secretary-Treasurer

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
State Board of Trained Nurses:	1945	1946
Salaries	$ 7,470.39	$ 7,547.36
Per Diem	1,225.00	495.00
Travel	812.68	752.96
Office Rental	900.00	1,200.00
Postage	602.91	603.40
Electricity	64.15	58.05
Telephone and Telegraph	170.17	239.74
Printing	383.46	357.59
Insurance	8.59	11.32
Bonds of Officials	45.00	110.63
Office Supplies	254.27	150.27
Office Equipment	134.17	277.36
Cleaning and Janitorial Supplies	154.88	190.12
Other Expenses	190.57	124.32
Totals	$ 12,416.24	$ 12,118.12
State Board of Veterinary Examiners:		
Salaries	$ 410.00	$ 370.00
Travel	37.85	63.90
Office Supplies	23.86	8.15
Postage	15.93	24.32
Examination Expense	5.00	5.00
Printing and Paper	.....	34.21
Miscellaneous	7.00	.....
Totals	$ 499.64	$ 505.58

COMMENTS—DIVISION OF MOTOR TRANSPORTATION

We have examined the expenditure and receipts ledgers maintained by the Division of Motor Transportation and find them to be accurately and neatly kept and, after the proper reconciliation, in agreement with those of the Division of Accounts and Control, Department of Finance.

We did not verify deposits made to Receipts Account No. 2105 (Usage Tax) due to the fact that only a small portion of the collections are made by this Division. However, these receipts will be verified in our annual report on the Department of Revenue, the agency through which most of these collections are processed.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
Division of Motor Transportation:	1945	1946
Salaries	$ 39,544.41	$ 45,746.99
Postage	889.11	889.45
Telephone and Telegraph	709.06	710.73
Travel	9,827.62	10,447.11
Printing and Paper	533.50	1,276.57
Repairs to Equipment	30.00	81.83
Supplies	3,376.92	4,202.18
Insurance	22.15	30.15
Bonds of Officials	269.33	250.00
Furniture and Fixtures	149.45	297.69
Other Expense	55.80	.35
Totals	$ 55,407.35	$ 63,933.05
Summary of Budgetary Operations:		
Transfer from Road Fund	$ 60,000.00	$ 60,000.00
Transfer from Governor's Emergency Fund		$ 4,532.43
Total Available	$ 60,000.00	$ 64,532.43
Expenditures	55,407.35	64,933.05
Unexpended Balance	$ 4,592.65	$ 599.38
Encumbrances Forwarded	393.81	26.33
Unencumbered Balance	$ 4,198.84	$ 57.305
Continued Appropriation		
Allotment		$ 393.81
Expenditures		389.56
Unexpended Balance		$ 4.25

COMMENTS—STATE BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS

Board meetings were held July 19, August 3, October 19, 1945, and January 24, March 19, April 18, 1946. Examinations are held when it is most convenient for the applicant.

Receipts and expenditures were properly recorded and, after the proper reconciliation, were in agreement with those of the Division of Accounts and Control, Department of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Business Regulations: **State Board of Professional Engineers:**	Year Ended June 30, 1945	1946
Salaries	$ 3,322.75	$ 3,052.42
Per Diem	310.00	370.00
Professional Services		9.25
Travel	437.31	473.75
Other Expense	1,304.67	2,012.25
Totals	$ 5,374.73	$ 5,917.67

COMMENTS—KENTUCKY STATE REAL ESTATE COMMISSION

Actual expenditures during the fiscal year amounted to $4,843.76. In addition, there are encumbrance charges outstanding and unliquidated on June 30, amounting to $1,061.88. The schedule of encumbrances indicate that at least four charges, amounting to $221.88, are still due to be paid during the closing period ending September 30th. There are ten other charges encumbered for estimated per diem and travel expense to have been incurred in the months of August, September, November, January and February. Since no expense has been reported in liquidation of these encumbrances, the Secretary should request the Department of Finance to cancel all that will not be used. Otherwise, they will automatically lapse on September 30. It is proper to make estimates of monthly expenses and to file the encumbrance documents with the Department of Finance. Such procedures are required by the financial system of the State. However, as soon as it is determined that no expense will be incurred it is also proper to notify the Finance Department with a request for cancellation of the encumbrance charges. This is necessary in order that the account may reflect the actual available cash balance.

This Agency deserves special commendation in the adoption of a "Code of Ethics" for the profession. The code is presented in three parts: (1) Professional Relations, (2) Relations to Clients, (3) Relations to Customers and the Public. This is comprehensive and, if enforced, or adhered to by the profession, would demonstrate an enlightened self-interest deserving respect.

Excluding an out-of-state trip to St. Louis, Mo., all travel expense vouchers show visits to Lawrenceburg, Lexington, Covington, and Louisville. B. Evarest Nofsinger and C. J. Hoppenjans paid a daily rate of $8.80 each for hotel rooms in Lexington on October 12 and 13, while Mrs. Emmett A. Williams paid $5.50 per day at the same time. On the other hand, B. Evarest Nofsinger paid $5.00 per day for rooms in Covington on June 6, 7 and 8, while Mrs. Emmett A. Williams paid $8.00.

On October 12th, B. Evarest Nofsinger and E. D. Hinkle had lunch together at a cost of $4.60. On the same day, Mr. Nofsinger, Mr. Hoppenjans and Mr. Hinkle had supper together at a cost of $9.75. All other meals on this trip were charged for separately, none of which exceeded $1.00. Throughout the year, the regular charge for lunch and supper was $1.00 for each meal. The law provides reimbursement for necessary expenses. Under these circumstances the necessity for meals costing $3.25 from an official standpoint should be explained.

The law relating to Real Estate Brokers and Salesmen is limited to Brokers and Salesmen in cities of the first, second, or third classes, or to those located within five miles from the corporate limits of such cities, K. R. S. 324.020. Section 324.284 gives the Commission full power in obtaining office space and such conveniences as shall be reasonably necessary for carrying out the provisions of the law. The office was formerly located in Frankfort but has been moved to Lawrenceburg,

the home town of the Secretary. Since Lawrenceburg is not a city of either the first, second or third classes, the location is foreign to any territory coming under the jurisdiction of the Board. If for any reason Frankfort was not a convenient location the list of Brokers and Salesmen would indicate either Louisville, Lexington or Covington as providing closer contact with the profession. Also, since the present board members live at Louisville, Lexington and Covington, the location of the office at Lawrenceburg must be inconvenient for both the members of the board and the realtors.

The per diem of the board members show 24 days for Mr. Hoppenjans of Covington; 16 days for Mr. Hinkle of Lexington and 43 days for Mr. Nofsinger of Louisville.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Business Regulations:	Year Ended June 30,	
Real Estate Commission:	1945	1946
Salaries and Per Diem	$ 1,610.00	$ 2,195.00
Stenographic Services	.....	80.00
Postage	205.00	200.00
Telephone and Telegraph	186.43	254.60
Travel	712.55	1,204.80
Printing and Stationery	196.25	338.81
Repairs	.....	17.39
Office Supplies and Equipment	34.60	336.98
Paper for Printing	103.15	128.06
Rent	144.00	162.00
Bond Premium	5.00	5.00
Miscellaneous	28.19	50.00
Legal Services and Miscellaneous Wages	95.80	.....
Totals	$ 3,320.97	$ 4,972.64

COMMENTS—DEPARTMENT OF MINES AND MINERALS

Coal Mining Division

There were 70,236,031 tons of coal produced in the State of Kentucky during the calendar year of 1945; 52,352,700 of this was produced by underground railroad mines; 11,398,726 was produced by underground truck mines. Truck mines tonnage showed an increase of 2,241,761 tons over the year of 1944. The strip mines also showed an increase of 1,465,967 tons mines in the year of 1945 over 1944.

The total number of men employed in the mining of coal in the State during the year of 1945 was 52,891. This compares with a total of 52,593 during 1944, or an increase of 298 men.

A total of 126 fatal accidents occurred in Kentucky Coal Mining Industry in 1945. Of these 45% was caused by falls of roof and coal, 17% by haulage accidents, 22% by mine explosions and fires and 3% due to electrocutions in or about the mines. The coal production per total accident was 557,429 tons. In 1945 six mine explosions occurred in Kentucky coal mines resulting in 36 deaths therefrom.

Four local or district first aid contests were held during 1945. In addition, a state-wide contest was held in Lexington after all district meets were completed.

Four hundred and fifty men were trained and examined for competency as mine officials in 1945. Mine examinations were conducted by the Department and these resulted in the certification of 273 officials.

Geology Division

Special attention has been given to the problem of the oil industry. The results of core analysis of oil producing formations, stratigraphic determination from microscopic studies of well cuttings, as well as results of research in the field of applied geology, have been invaluable to the oil and gas operation, particularly to small companies and individuals who are unable to employ their own technicians.

During the last half of 1945 a ground water investigation in cooperation with the Water Resources Division of the U. S. Geological Survey was inaugurated in the Blue Grass.

General

Receipts collected for the fiscal period covered by this report were:

For the Division of Coal Mining $1,079.00 and for the Division of Geology, including both revolving fund accounts, $6,843.53. For the period of 1944-45, $2,223.50 was collected by the Division of Coal Mining and $4,907.72 by the Geological Division, or a decrease of $1,144.50 in the collection for the Coal Mining Mining Division and an increase of $1,935.81 in the Geology Division. Total net expenditures for 1945-46 for the Coal Mining Division were $40,534.87 and for the Geology Division, $17,392.34, while for the previous period $42,111.05 was expended by the Coal Mining Division and $16,937.97 by the Division of Geology.

Various charges, not essential to travel, had been charged on expense account vouchers. However, it was fully explained that express, postage due, and other miscellaneous charges are paid by the employees and there is no other means of reimbursement. To relieve this method of charges, it is suggested that two petty cash funds be established immediately in the amount of $25.00, on the appropriation account of each Division.

Records of receipts, expenditures and balances were well kept and after the proper reconciliation, were in agreement with those of the Division of Accounts and Control, Department of Finance.

CLASSIFIED STATEMENT OF EXPENDITURES

Department of Mines and Minerals:	Year Ended June 30,	
Coal Mining Division:	1945	1946
Salaries	$ 29,740.15	$ 29,232.10
Travel	6,312.36	6,907.50
Telephone	1,233.18	1,167.78
Postage	23.34	.....
Printing	213.94	.....
Office Supplies	826.96	.....
Office Equipment and Repairs	21.39	225.00
Field Equipment	450.54	518.84
Rent	774.05	720.00
Automobile and Truck Expense	2,074.63	1,572.97
Insurance	93.50	.....
Other Expense	347.01	190.68
Totals	$ 42,111.05	$ 40,534.87
Summary:		
Charged to Appropriation Account	$ 39,854.65	$ 38,474.11
Charged to Revolving Fund Account	2,256.40	2,060.76
Totals	$ 42,111.05	$ 40,534.87

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

Department of Mines and Minerals:	Year Ended June 30,	
Division of Geology:	1945	1946
Salaries	$ 11,067.81	$ 5,563.33
Travel	1,011.96	677.07
Telephone	3.17	87.61
Postage	450.92	500.00
Printing and Paper	721.25	617.80
Office Supplies	425.16	1,112.82
Field Equipment	50.86	.....
Laboratory	237.06	.....
Insurance	256.48	.....
Motor Vehicles Expense	392.69	1,549.23
Publications	407.10	.....
Express	41.83	.....
Maps	40.06	.....
Gauging Station (Dix Dam) Installation	1,400.00	.....
Gauging Station (Dix Dam) Maintenance	300.00	550.00
Repairs—Equipment	.....	125.55
Mine Safety Supplies	.....	462.22
Miscellaneous Supplies	.....	250.39
Insurance	.....	258.95
Workmen's Compensation	.....	114.30
Furniture and Fixtures	.....	127.65
Chevrolet Truck	.....	718.00
Oxygen Pump	.....	277.50
Other Equipment	.....	437.50
Ground Water Study—Blue Grass Section	.....	3,734.42
Miscellaneous Expense	141.21	228.00
	$ 16,947.56	$ 17,392.34
Less: Refunds and Credits	17.34	.....
	$ 16,930.22	$ 17,392.34
Add: Cold Checks	7.75	.....
Net Totals	$ 16,937.97	$ 17,392.34
Summary:		
Charged to Appropriation	$ 13,055.44	$ 12,696.21
Charged to Revolving Fund (Account 5650)	1,282.53	411.71
Charged to Revolving Fund (Account 5660)	1,700.00	4,284.42
Totals	$ 16,937.97	$ 17,392.34

COMMENTS—KENTUCKY RAILROAD COMMISSION

The statement of expenditures reflects the status of the accounts of the Commission. The records of these expenditures have been confirmed by the records of the Finance Department. The statements of fatalities and of miles of railroads have been taken from the records without confirmation.

Railroad Commission:	Year Ended June 30, 1945	1946
Salaries	$ 16,019.92	$ 16,154.92
Travel	863.59	657.37
Postage	134.39	127.52
Books and Periodicals	34.50	113.48
Printing and Paper	1,855.25	485.99
Office Supplies	118.40	155.64

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Railroad Commission—Continued		
Dues	$ 75.00	$ 75.00
Telephone and Telegraph	92.41	101.65
Express	2.34	2.45
Equipment	.....	686.55
Other Expenses	86.85	.....
Totals	$ 19,282.65	$ 18,560.57
Assistant Attorney General:		
Salaries	$ 6,600.00	$ 6,600.00
Travel	267.34	254.71
Totals	$ 6,867.34	$ 6,854.71
Department of Alcoholic Beverage Control:		
Personal and Professional Services	$ 58,201.68	$ 70,391.19
Postage	818.88	813.27
Telephone and Telegraph	1,056.66	1,361.83
Freight and Express	23.42	.85
Travel	17,971.35	19,680.09
Printing and Paper	1,053.87	1,044.19
Repairs	50.25	107.54
Office Supplies	763.10	848.90
Gas, Oil and Grease	68.23	59.55
Books and Periodicals	525.82	809.05
Rentals	399.58	697.00
Insurance	.....	100.00
Bond Premiums	328.00	428.75
Capital Outlay	1,198.20	992.99
Miscellaneous	278.06	378.10
Totals	$ 82,737.10	$ 97,713.30

COMMENTS—KENTUCKY PUBLIC SERVICE COMMISSION

The assessments for the year of 1946 remained at $75,000.00. A report compiled by the Public Service Commission is now available exhibiting a statement of cases and hearings.

All records of receipts, expenditures, and balances were neatly and well kept and are in agreement with the records maintained by the Division of Accounts and Control, Department of Finance.

	Year Ended June 30, 1945	1946
Public Service Commission:		
Salaries and Consulting Services	$ 55,128.05	$ 48,472.48
Postage	289.62	406.00
Telephone and Telegraph	888.13	997.54
Freight and Storage	36.10	29.74
Printing and Binding	.....	296.92
Travel	863.46	851.39
Motor Vehicle Expense (Station Wagon)	486.66	199.89
Repairs to Equipment	136.05	205.91
Office Supplies	1,121.58	496.61
Paper for Printing	.....	88.99
Janitor Supplies	.....	47.44
Other Supplies	.....	268.10
Books, Reports and Periodicals	1,121.80	443.70

CLASSIFIED STATEMENT OF EXPENDITURES—Continued

	Year Ended June 30, 1945	1946
Public Service Commission—Continued		
Rental	$ 258.60	$ 404.07
Insurance	76.85	99.17
Association Dues	325.00	325.00
Capital Outlay	220.75	227.07
Totals	$ 60,952.65	$ 53,860.65

COMMENTS—ACCOUNTS NOT OTHERWISE CLASSIFIED

The statements enclosed herewith were prepared from documents on file in the Division of Accounts and Control, Department of Finance.

Accounts Not Otherwise Classified:		
Overton Appropriation:		
Expenditures	$ 50.00	$ .....
Money Refunded:		
Refunds	$ 5,999.20	$ 3,718.17
Confiscated Alcoholic Beverages:		
Expenditures	$ 437.72	$ 1,492.66
Bonds of Elective Officers:		
Expenditures	$ 1,140.00	$ 1,190.00
Judgments:		
Expenditures	$ 7,939.25	$ 2,203.50
Judgments—Special:		
Expenditures	$ 466.00	$ .....
Interest on Land Grant Bonds:		
University of Kentucky	$ 8,644.50	$ 8,644.50
Kentucky State College for Negroes	1,255.50	1,255.50
Totals	$ 9,900.00	$ 9,900.00
Frankfort Cemetery:		
Expenditures	$ 250.00	$ 250.00
Statutes and Codes for Courts:		
Expenditures	$ 1,374.00	$ 1,464.00
Special Appropriation (Deficiency Bills):		
Expenditures	$	$ 4,926.78

Mr. John C. Watts moved that the House do now adjourn to meet again at 7 o'clock, p. m., Monday, March 15, 1948.

Said motion was agreed to.

And then the House adjourned.